

Agenda of Regular Meeting

The Board of Trustees Canutillo ISD

A Regular meeting of the Board of Trustees of Canutillo ISD will be held November 14, 2006, beginning at 6:00 PM in the Canutillo ISD Administration Office, 7965 Artcraft, El Paso, TX 79932.

The subjects to be discussed or considered or upon which any formal action may be taken are as listed below. Items do not have to be taken in the order shown on this meeting notice.

1. General Functions
 - A. Call to Order
 - B. Roll Call
 - C. "Pledge of Allegiance to the United States Flag" 3
 - D. "Texas Pledge of Allegiance" 4
 - E. "CISD Mission Statement" 5
 - F. Approval of Minutes
 1. Regular Board Meeting 10/10/06 6
 2. Special Board Meeting 10/23/06 20
 3. Special Board Meeting 10/24/06 26
 4. Special Board Meeting 11/1/06 28
 5. Special Board Meeting 11/6/06 31
 - G. Communications (Thirty Minute Open Forum)
 1. General Comments Portion
 2. Complaints Portion
 - H. Board of Trustee Business
 1. Consider moving the dates of the Regular School Board Meeting in January and March 33
 2. Review of events for November 34
 - I. Committee Reports
 1. Personnel Committee - Mr. Arellano, Chairperson (November 1) 35
 2. Facilities/Finance Committee - Mr. Rodriguez, Chairperson (November 1) 36
 - J. Consent Agenda
 1. Approval of Budget Amendments 38
 2. Supplementary Educational Services for At-Risk Students, RFP# 06-01 50
 3. Approval of Expenditure for Partnership with Big Brother Big Sister (BBBS) Program 52
 4. Approval of Special Education Contracted Services over \$25,000 58
 5. Approval to amend 2006~2007 Extra Duty Stipend/Supplemental Pay - increase pay for athletic events workers from \$5.50 to \$7.50 per hour

K. Reports	
1. Superintendent's Report	
a. AEIS Report	
2. Attendance, Financial and Warrant List for September 28-October 26, 2006 in the amount \$1,677,209.91	62
3. Other Reports	
a. Year End Investment Report 2006 (to include last quarter) - Tony Reza	66
2. Instruction and Student Affairs	
A. NONE	
3. Personnel	
A. Consultation with attorney and internal auditor regarding legal and personnel matter	
B. Administrative Personnel Actions (no Board action required - information item only)	104
1. Superintendent approved employment of personnel (no Board action required)	
2. Superintendent approved position changes for personnel (no Board action required)	
3. Superintendent acceptance of resignations from personnel (no Board action required)	
4. Employment Termination of Support Personnel (no Board action required)	
4. Business and Finance	
A. Approval of donations to CISD	106
5. Administration	
A. NONE	
6. Adjournment	

If, during the course of the meeting, discussion of any item on the agenda should be held in a closed meeting, the Board will conduct a closed meeting in accordance with the Texas Open Meetings Act, Government Code, Chapter 551, Subchapters D and E. Before any closed meeting is convened, the presiding officer will publicly identify the section or sections of the Act authorizing the closed meeting. All final votes, actions, or decisions will be taken in open meeting.



Pledge of Allegiance to the United States Flag

***I pledge allegiance to the flag of the United States of America
and to the republic for which it stands:
one nation under God, indivisible,
with liberty and justice for all.***

When reciting the pledge of allegiance, civilians should stand at attention or with the right hand over the heart. Men should remove their hats. Armed services personnel in uniform face the flag and give the military salute.



***Texas Pledge of Allegiance
Honor the Texas Flag; I pledge allegiance to thee, Texas, one and indivisible.***

The pledge of allegiance to the state flag should be rendered by all present except those in uniform by standing at attention facing the flag with the right hand over the heart. Individuals who are not in uniform and who are wearing a headdress that is easily removable should remove their headdress with their right hand and hold it at the left shoulder, with the hand over the heart. Individuals in uniform should remain silent, face the flag, and render the military salute.

The pledge of allegiance to the state flag may be recited at all public and private meetings at which the pledge of allegiance to the United States flag is recited and at state historical events and celebrations.

The pledge of allegiance to the state flag should be recited after the pledge of allegiance to the United States flag if both are recited.



MISSION STATEMENT

Canutillo I.S.D. will be a model of quality education to assure all students graduate on time and are prepared for higher education to become productive and responsible citizens.

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Regular Meeting Board of Trustees			
								Tuesday, October 10, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas			
								Item:	Reference:		
Present	X	X	X	X	X	X	X	1. General Functions A. Call to Order at 6:10 p.m. B. Roll Call (<i>Mr. Lerma arrived at 6:37 p.m. during the deliberation of agenda item 4. C.</i>) C. "Pledge of Allegiance to the United States Flag" Mr. Rodriguez led the group in reciting the Pledge of Allegiance to the United States Flag. D. "Texas Pledge of Allegiance" Mr. Rodriguez also led the group in reciting the Texas Pledge of Allegiance. E. "CISD Mission Statement" Mr. Reyes read the CISD Mission Statement into the record: <i>Canutillo I.S.D. will be a model of quality education to assure all students graduate on time and are prepared for higher education to become productive and responsible citizens.</i>	6	7	8

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

Regular Meeting Board of Trustees								
Tuesday, October 10, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas								
							Item:	Reference:
Motion							F. Approval of Minutes	9 26
Second	X						Minutes for the meetings of:	
Ayes	X	X	X				1. Regular Board Meeting 9/12/06	
Nays				X	X		2. Special Board Meeting 10/4/06	
Abstain					X		Motion for approval of minutes as presented (with reading waived), passed.	
							<p><i>Prior to the Thirty Minute Open Forum, the Board of Trustees took the agenda out of order. With the consent of the Board agenda items K.3 b-c, H. 1-3, and 4. C. were deliberated following agenda item F.1-2.</i></p> <p style="text-align: center;">G. Communications (Thirty Minute Open Forum)</p> <p style="text-align: center;">1. General Comments Portion</p> <p>Mr. Joe Villarreal, community resident and CISD Facilities Naming Committee Chairperson, commented on his disapproval of comments made by Board members during a recent Special School Board meeting about the Facilities Naming Committee’s handling of community input for naming of CHS athletic facilities. He felt that the Board owed the Committee an apology.</p> <p>Mr. Dion Dorado, community resident, recommended that safety and security measures be expanded district-wide.</p>	Reg. Board Mtg. Minutes Page 2

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Regular Meeting Board of Trustees	
								Tuesday, October 10, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas	
								Item:	Reference:
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ	5. Adoption (Second Reading) BDB (Local) Board Internal Organization: Internal Committees 70 6. Adoption (Second Reading) EIC (Local) Academic Achievement: Class Ranking 74 7. Adoption (Second Reading) EI (Local) Academic Achievement 78 8. Adoption (Second Reading) CFC (Local) Accounting Audits 80 9. Adoption (Second Reading) AE (Local) Educational Philosophy/Mission Statement 83 <i>Additional revisions to BDB (Local) and CFC (Local) were presented to the Board as a handout. These revisions had not been included in the packet.</i> <i>Mr. Reyes departed the public meeting at 7:40 p.m.</i>	
Motion						X		Motion to approve consent agenda items 1 through 4, 6, 7, and 9 (excluding items 5 and 8), passed.	
Second	X								
Ayes	X	X	X	X		X	X		
Nays									
Abstain									
Motion	X							Motion to adopt BDB (Local) Board Internal Organization: Internal Committee – second reading (<i>with revisions as presented</i>), passed.	
Second						X	X		
Ayes	X	X	X	X		X	X		
Nays									
Abstain									
									Reg. Board Mtg. Minutes Page 6

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Regular Meeting Board of Trustees	
								Tuesday, October 10, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas	
								Item:	Reference:
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ		
Motion	X							Motion to adopt CFC (Local) Accounting Audits - second reading (with revisions as presented), passed.	
Second				X					
Ayes	X	X	X	X		X	X		
Nays									
Abstain									
								<p style="text-align: center;">K. Reports</p> <p style="text-align: center;">1. Superintendent's Report</p> <p style="text-align: center;">a. District Wide Parent/Teacher Conferences</p> <p>Dr. Padilla reported on the recent Parent-Teacher Conferences held at all campuses. She presented a chart of percent attendance at each campus and stated that the campuses will be using these benchmarks to set objectives to improve at the spring conferences. She noted that attendance was high in the elementary schools, decreased at the middle schools, and was less than 50 percent at the high school.</p> <p style="text-align: center;">2. Attendance, Financial and Warrant List for September 1-27, 2006 in the amount \$2,473,070.17</p> <p><i>Mr. Reyes departed the public meeting at 7:40 p.m.</i></p>	85
Motion						X	X	Motion to approve Attendance, Financial and Warrant List for September 1-27, 2006 in the amount \$2,473,070.17, passed.*	
Second	X								
Ayes	X	X	X	X		X	X		
Nays									
Abstain									
									Reg. Board Mtg. Minutes Page 7

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ	<p>Regular Meeting Board of Trustees</p> <p>Tuesday, October 10, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas</p>	
								Item:	Reference:
								<p style="text-align: center;">c. Solicit Public Comments Regarding the Rating Report</p> <p>The Board of Trustees provided an opportunity for the public to provide comments during this portion of the meeting.</p> <p>2. Instruction and Student Affairs A. NONE</p> <p>3. Personnel A. Administrative Personnel Actions (no Board action required - information item only) 1. Superintendent approved employment of personnel (no Board action required)</p> <p>Dr. Padilla approved the employment of personnel:</p> <p>Christopher Avila IT Coordinator, Effective 9/18/06</p> <p>Jaclyn Bain 5th (M) Teacher, BCE, Effective 10/2/06</p> <p>Cindy Castaneda Title I Assistant, CES, Effective 9/6/06</p> <p>Alicia DeLeon FS Substitute, Effective 9/8/06</p> <p>Jose L. Diaz Social Studies Teacher, AMS, Effective 9/11/06</p>	<p>91</p> <p>Reg. Board Mtg. Minutes Page 9</p>

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Regular Meeting Board of Trustees	
								Tuesday, October 10, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas	
								Item:	Reference:
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ	<p>Angelina Hernandez Transportation Monitor, Effective 9/11/06</p> <p>Daniel Rivera Custodian, CMS, Effective 9/28/06</p> <p>Leroy Romero IT Coordinator, Effective 9/20/06</p> <p>Beverly Sanchez Licensed Vocational Nurse, Effective 9/20/06</p> <p>Tim Weick Athletic Trainer, CMS, Effective 9/5/06</p> <p style="padding-left: 40px;">4. Employment Termination of Support Personnel (no Board action required)</p> <p>This information was provided to the Board of Trustees under a separate confidential cover.</p> <p>4. Business and Finance A. Approval of recommendation for Auctioneer Services RFP #07-03</p> <p><i>Mr. Reyes departed the public meeting at 7:40 p.m.</i></p> <p>Motion to approve Walter Parker Auctioneer, Inc. for a one year contract with an option to renew for two additional one year periods, passed.</p>	<p>94</p> <p>Reg. Board Mtg. Minutes Page 12</p>
Motion				X					
Second						X			
Ayes	X	X	X	X		X	X		
Nays									
Abstain									

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Regular Meeting Board of Trustees	
								Tuesday, October 10, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas	
								Item:	Reference:
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ		
Motion	X							B. Approval of donations to CISD	95
Second						X		Motion to approve the donations (listed on pages 95-96), passed.	
Ayes	X	X	X	X		X	X		
Nays									
Abstain									
								C. Consider and take appropriate action regarding an order authorizing the issuance and sale of "Canutillo Independent School District Unlimited Tax School Building Bonds Series 2006B"; levying a tax and providing for the security and payment thereof; approving the official statement and bond purchase contract; and enacting other provisions relating thereto	
								<i>Mr. Lerma arrived at 6:37 p.m. during the deliberation of this agenda item. With the consent of the Board, this agenda item was taken out of order and deliberated following agenda items K. 3. b-c.</i>	
								Mr. Hector Zavaleta, First Southwest Company was pleased to announce that the district's financial rating has been upgraded to "A" from "A-" by FITCH and Standard & Poor's Rating Service. Mr. Zavaleta attributed the upgrade to the district's expanding tax base, conservative fiscal management, improved financial operations, and maintenance of healthy reserve levels.	
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MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Regular Meeting Board of Trustees		
								Tuesday, October 10, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas		
								Item:	Reference:	
Motion								X	Motion to authorize the issuance and sale of "Canutillo Independent School District Unlimited Tax School Building Bonds Series 2006B"; (amount of sale \$14,999,996.35) levying a tax and providing for the security and payment thereof; approve the official statement and bond purchase contract; and enact other provisions relating thereto, passed. 5. Administration A. NONE 6. Adjournment Adjournment of the public meeting at 8:42 p.m. passed by unanimous consent.	Reg. Board Mtg. Minutes Page 14
Second	X									
Ayes	X	X	X	X	X	X	X			
Nays										
Abstain										

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

Special Meeting Board of Trustees									
Monday, October 23, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas									
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ	Item:	Reference:
Present	X	X	X	X	X			1. General Functions A. Call to Order at 6:04 p.m. B. Roll Call (Mrs. Sanchez arrived at 6:05 p.m. and Mr. Rodriguez arrived at 6:11 p.m.) C. Consent Agenda 1. Approval of Budget Amendments 2. Approval to purchase Math Program - AMI Extended Day Program 3. Approval to renew Heating and Cooling - RFP #05-19 4. Approval of Solid Waste Disposal Services – RFP #07-01	5 11 14 16
Motion	X							A typographical error was pointed out to the Board pertaining to the Budget Amendments on page 6 “ 691.81.6629.01.102.7.99 Construction - Roof/BCE should read DDE. ”	
Second			X					Motion to approve consent agenda items 1 and 4, passed.	
Ayes	X	X	X	X	X		X		
Nays									
Abstain									
Motion	X							Motion to approve consent agenda item #2 (Approval to purchase Math Program – AMI Extended Day Program), passed.	
Second							X		
Ayes	X	X	X	X	X		X		
Nays									
Abstain									

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Special Meeting Board of Trustees	
								Monday, October 23, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas	
								Item:	Reference:
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ		
Motion	X							(Mr. Rodriguez arrived at 6:11 p.m. during the deliberation of agenda item 1.C.3.)	
Second					X			Motion to postpone this item (#3. Approval of Hearing & Cooling – RFP #05-19), until next week when more information can be furnished, passed.	
Ayes	X	X		X	X	X	X		
Nays			X						
Abstain									
								<p style="text-align: center;">D. Reports</p> <p style="text-align: center;">1. Report on plan to improve custodial operations – Dr. Padilla</p> <p>Dr. Padilla presented a plan for improvement custodial function. She reported on the four quadrant information analysis:</p> <ol style="list-style-type: none"> 1. Outside the District – “Soft” Information: Experience, Experts, Best Practices 2. Outside the District – “Hard” Information: Research, Industry Standards 3. Inside the District – “Soft” Information: Perceptions, Beliefs 4. Inside the District – “Hard” Information: Facts <p>Dr. Padilla reported that the Request for Proposal for Janitorial Consultant, Supplies and Related Services RFP #07-02 were opened on October 3, 2006 with three companies submitting proposals. Interviews were conducted by all campus principals, executive directors and the Superintendent. Additionally Dr. Padilla met with head custodians.</p>	
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MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Special Meeting Board of Trustees	
								Monday, October 23, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas	
								Item:	Reference:
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ		
Motion	X								
Second									
Ayes	X	X	X	X	X	X	X		
Nays									
Abstain									
								<p>The recommendation was to approve the RFP from Springtime Janitorial Supply which implements the Hillyard process. The Hillyard CCAP “Cleaning Cost Analysis Program” includes a training and certification program for custodians.</p> <p>The action plan presented by Dr. Padilla included the need to centralize and increase custodial budgets in order to:</p> <ul style="list-style-type: none"> • Contract with Springtime • Secure needed equipment • Use better products • Provide computers and training for head custodians <p>2. Instruction and Student Affairs A. NONE</p> <p>3. Personnel A. NONE</p> <p>4. Business and Finance A. Consider Amendment #1 to Construction Management Agreement with VeMac for Alderete Middle School project (Establishing Guaranteed Maximum Price "GMP")</p> <p>Motion to approve Amendment #1 to Construction Management Agreement with VeMac for Alderete Middle School project; establish the GMP at \$3,244,747.00, passed.</p>	<p>Special Board Mtg. Minutes Page 3</p>

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Special Meeting Board of Trustees	
								Monday, October 23, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas	
								Item:	Reference:
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ		
Motion						X		B. Approval of Janitorial Consultant, Supplies and Related Services RFP #07-02	18
Second	X							Motion to table this item until it can be reviewed at the Facilities/ Finance Committee meeting, passed.	
Ayes	X	X	X	X	X	X	X		
Nays									
Abstain									
								C. Approval of recommendations from Construction Manager for Alderete Middle School Addition:	
								1. Earthwork/Paving	
								2. Landscaping & Irrigation	
								3. Fire Line, Fire Hydrant, Site T-Power	
								4. Site & Building Concrete	
								5. Steel Material	
								6. Steel & Tilt-Up Erection	
								7. Millwork, Casework & Shelving	
								8. Built-Up & Metal Roofing	
								9. Caulking & Sealants	
								10. Doors, Frames, Hardware	
								11. Glass & Glazing	
								12. Drywall, EIF, Insulation, Ceilings, Painting	
								13. Carpet, Resilient, Ceramic, Floor Coatings	
								14. Acoustical Ceilings & Panels	
								15. Painting	
								16. Miscellaneous Specialties & Project Requirements	
								17. Elevator	
								18. Plumbing & HVAC Combo	Special Board Mtg. Minutes
								19. Electrical	Page 4

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Special Meeting Board of Trustees	
								Monday, October 23, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas	
								Item:	Reference:
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ		
Motion						X		Motion to approve the recommendation for items 1-19 from the	
Second						X		Construction Manager at Risk for the Alderete Middle School	
Ayes	X	X	X	X	X	X	X	Classroom & Library Addition project, passed.	
Nays									
Abstain									
								5. Administration	
								A. NONE	
								6. Adjournment	
								Motion for adjournment of the public meeting at 8:15 p.m. passed by unanimous consent.	
									Special Board Mtg. Minutes Page 6

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Special Meeting Board of Trustees	
								Tuesday, October 24, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas	
								Item:	Reference:
		MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ		
							MRS. SANCHEZ		
Present	X	X	X				X	X	
								<p>1. General Functions</p> <p>A. Call to Order at 6:25 p.m.</p> <p>B. Roll Call (Mr. Lerma and Mr. Reyes were absent.)</p> <p>2. Instruction and Student Affairs</p> <p>A. NONE</p> <p>3. Personnel</p> <p>A. NONE</p> <p>4. Business and Finance</p> <p>A. Presentation of District Five Year Plan for Educational Excellence</p> <p>The District Five Year Plan for Educational Excellence was presented in six key components:</p> <ul style="list-style-type: none"> • Academic Achievement and Family Support • Instructional Materials and Infrastructure • Growth and Capacity • Financial Sustainability • Educator & Support Staff Planning • Organizational Accountability <p>Each Executive Director in the Superintendent’s Cabinet presented their area of responsibility.</p> <p>No formal action was required on this item.</p>	

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

							Special Meeting Board of Trustees		
							Wednesday, November 1, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas		
							Item:	Reference:	
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ			
						MRS. SANCHEZ			
Present	X	X	X		X	X	1. General Functions A. Call to Order at 7:25 p.m. B. Roll Call (Mr. Lerma and Mrs. Sanchez were absent.) Mr. Coronado, Board President announced that Mrs. Sanchez had a family emergency and had called him to let him know that she would not be attending the meeting. C. Consent Agenda 1. Creation of Position - Assistant Early Childhood Caregiver 2. Approval of Internal Audit Charter 3. Approval of Internal Audit Plan Motion to approve consent agenda items 1-3, passed.	4	5
Motion						X			
Second			X						
Ayes	X	X	X		X	X			
Nays									
Abstain									
							2. Instruction and Student Affairs A. NONE 3. Personnel A. NONE		

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Special Meeting Board of Trustees	
								Wednesday, November 1, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas	
								Item:	Reference:
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ		
Motion			X					4. Business and Finance	
Second						X		A. Approval to renew Heating and Cooling - RFP #05-19	7
Ayes	X	X	X		X	X		During the deliberation of this item, Mr. Frietze called for the "question."	
Nays								Voting in favor of the <i>question</i> : Mr. Arellano, Mr. Frietze, Mr. Reyes, Mr. Rodriguez	
Abstain								Voting in opposition of the <i>question</i> : Mr. Coronado	
								Motion to approve the renewal of heating and cooling – RFP #05-19, passed.	
								B. Approval of Janitorial Consultant, Supplies and Related Services RFP #07-02	9
								Dr. Padilla announced that Administration would like this item pulled from the agenda. No formal action was taken on this item.	
									Special Board Mtg. Minutes Page 2

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Special Meeting Board of Trustees		
								Monday, November 6, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas		
								Item:	Reference:	
		MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ		
Present	X	X	X	X	X	X	X	X	1. General Functions A. Call to Order at 6:14 p.m. B. Roll Call	
									2. Instruction and Student Affairs A. NONE	
									3. Personnel A. NONE	
									4. Business and Finance A. Approval to purchase bleachers for gymnasium at Alderete Middle School	4
Motion						X			Motion to approve the purchase of bleachers for gymnasium at Alderete Middle School (purchase is through Buy Board in the amount of \$34,279.00), passed.	
Second							X			
Ayes	X	X	X	X	X	X	X	X		
Nays										
Abstain									B. Approval to purchase athletic supplies and field equipment for Canutillo High School	8

MINUTES
CANUTILLO INDEPENDENT SCHOOL DISTRICT
PUBLIC MEETING OF THE BOARD OF TRUSTEES

MEMBERS

								Special Meeting Board of Trustees	
								Monday, November 6, 2006 Canutillo ISD Administration Office 7965 Arcraft – El Paso, Texas	
								Item:	Reference:
Motion								<p>Motion to approve the purchase of athletic supplies and field equipment for Canutillo High School (approximate cost \$100,000.00), passed.</p> <p>5. Administration A. NONE</p> <p>6. Adjournment</p> <p>Motion for adjournment of the public meeting at 6:25 p.m. passed by unanimous consent.</p> <p>Prior to the adjournment of the public meeting, Mr. Coronado, Mrs. Sanchez and Mr. Reyes expressed appreciation for the opportunity of serving on the Board of Trustees.</p>	
Second	X						X		
Ayes	X	X	X	X	X	X	X		
Nays									
Abstain									
	MR. ARELLANO	MR. CORONADO	MR. FRIETZE	MR. LERMA	MR. REYES	MR. RODRIGUEZ	MRS. SANCHEZ		

Special Board
Mtg. Minutes
Page 2

**CANUTILLO INDEPENDENT SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT
POST OFFICE BOX 100
CANUTILLO, TEXAS**

Agenda Item: _____ Date: November 14, 2006

Subject: Consider moving the dates of the Regular School Board Meetings in January and March

Presented By: Dr. Padilla Consent Agenda: _____

ACTION

1. BACKGROUND INFORMATION:

The regularly scheduled meetings in January and March need to be changed due to conflict in scheduling.

The following are recommendations for meeting dates:

Wednesday, January 10, 2007 - Facilities/Finance Committee Meeting
Wednesday, January 17, 2007 - Regular Board Meeting

Wednesday, February 28, 2007 - Facilities/Finance Committee Meeting
Wednesday, March 7, 2007 - Regular Board Meeting

2. SUPERINTENDENT RECOMMENDATION:

Recommend moving dates of the meetings scheduled for January and March.

3. BOARD ACTION REQUESTED:

Motion to approve moving the dates of the meetings for January and March as recommended by the Superintendent.

MOTION _____ SECOND _____

AYES _____ NAYS _____

CANUTILLO ISD
BOARD OF TRUSTEES
ANTICIPATED AGENDA ITEMS
2006-2007

STANDARD AGENDA ITEMS-----

Minutes	Financial Statements
District Recognition/ Appreciation	School Enrollment/Attendance Report
Budget Amendments	Board Committee Reports
Thirty Minute Open Forum	Closed Session
Superintendent's Report	

NOVEMBER-----

Action Items

- Canvassing of Election
- Reorganization of the Board (Election of Officers)
- Review Board Goals and Incorporate Ideas from District Goal Setting Meeting
- Review Status of Investments and Appoint Investment Officers (Optional)
- Cast Vote for Central Appraisal District Board of Directors Representatives
(every 2 years)

Other Items

- Presentation of AEIS Report

Important Dates

- American Indian Heritage Month
- Election Day (Nov. 8)
- Father of Texas Day-Stephen F. Austin (Nov. 3)
- Veterans' Day (Nov. 11)
- American Education Week (Nov. 13-19)
- National Children's Book Week (Nov. 14-20)
- Youth Appreciation Week (Nov. 14-20)
- National Parental Involvement Day (Nov. 17)
- National Family Week (Nov. 20-26)
- Thanksgiving Day (Nov. 24)

Events

- Annual Presentation of Five Year Plan and Dialogue with Developers
- School Board Photograph



Canutillo Independent School District

7965 Artcraft Rd.
El Paso, TX 79932

Mailing Address: P.O. Box 100
Canutillo, Texas 79835

Renée Rios O'Donnell
Exec. Dir., Human Resources

(915) 877-7400
FAX (915) 877-7407
rodonnell@canutillo-isd.org

PERSONNEL COMMITTEE MEETING MINUTES November 1, 2006

Location: Administration Building
Time: 6:04 p.m. – 6:07 p.m.

Board Committee Members Present: Mr. Arellano, Mr. Fietze, and Mr. Rodriguez
Other Board Members Present: Mr. Coronado, Mr. Reyes (arrived at 6:06 p.m.)

Others Present: Martha Veale, Martha Carrasco, Larry Baskind, Adele Balesh, Shonda Jordan, Pam Padilla, Renée O'Donnell, Yusuf Farran, Armando De Anda, Annette Brigham, Carlos H. Granados, Rachel Frayré, and Tony Reza

The meeting was called to order at 6:04 p.m.

3A Creation of Positions:
1. One Assistant Early Childhood Caregiver

Ms. O'Donnell stated that administration was asking for an additional assistant early childhood caregiver at the Eagles Nest as enrollment had increased. She explained that the Texas Department of Protective and Regulatory Services minimum standards required daycare services to meet staff ratio at all times. Due to the fluctuation in enrollment, Ms. O'Donnell explained that it was administration's intent to staff this position with a qualified substitute as needed and not hire a full-time employee. The committee moved to recommend approval of the creation of position of one assistant childhood caregiver to the Board of Trustees.

3B Comments/Input from Community Members on Items Discussed by Personnel Committee

None

Adjournment: Motion to adjourn by unanimous consensus.

Meeting adjourned at 6:07 p.m.

Canutillo Independent School District does not discriminate on the basis of race, color, national origin, sex, age, or disability in its employment practices or in providing education services, activities, and programs, including vocational programs. For additional information regarding Canutillo Independent School District's policy of nondiscrimination contact: Renee O'Donnell, (915) 877-7423, 7965 Artcraft Road, El Paso, Texas 79932.



Canutillo Independent School District

7710 Cap Carter Road
Canutillo, TX 79835

Mailing Address: P.O. Box 100
Canutillo, Texas 79835

Yusuf E. Farran, P.E., R.S.
Executive Director
Facilities and Transportation

(915) 877-7712
FAX (915) 877-7740
yfarran@canutillo-isd.org

Facilities & Finance Committee Meeting Minutes November 1, 2006

Location: Administration Building
Time: 6:20 p.m.-7:24 p.m.

Board Committee Members Present: Mr. Rodriguez, Mr. Arellano and Mr. Frieze

Others Present: Dr. Pam Padilla, Yvonne Sanchez, Pauline Dow, Tony Reza, Yusuf Farran, Martha Veale, Frank Lerma, Sergio Coronado, Rafael Reyes, Renee O'Donnell, Armando De Anda, Shonda Jordan, Patsy Medoza, Alfredo Vasquez, Rachel Frayre, Larry Baskind, Dion Dorado, Adele Balesh, Joe Gomez, Martha Carrasco

The meeting was called to order at 6:20 p.m.
Mr. Rodriguez called the meeting to order.

4.0 Business and Finance

- A. Review of Warrant List and Formulation of Recommendation:** Mr. Rodriguez called the Facilities and Finance Meeting to order. Mr. Reza presented himself to the committee to answer any questions the committee had regarding the warrant list. The members of the board did not have questions for Mr. Reza. The Facilities and Finance Committee members moved to recommend approval of the warrant list for the month of October to the Board.
- B. Review of District Financials and Formulation of Recommendation:** Mr. Reza addressed the committee regarding the financial information for the period ending October 31, 2006. Mr. Reza reviewed the financial statements, the funding for tax collections, and district wide construction projects. Mr. Reza also reviewed the tax maintenance notes. Mr. Reza answered questions directed to him by members of the board. The Facilities and Finance Committee moved to recommend approval of the district financials for the month of October to the Board.
- C. Review of Internal Audit Charter:** Martha Carrasco, the Internal Auditor of District, presented the proposed Internal Audit Charter to the Board. Mr. Coronado and Mr. Rodriguez made positive comments regarding Ms. Carrasco and the Internal Audit Charter. The Facilities and Finance Committee recommended to accept the Facilities and Finance Committee moved to recommend approval of the Internal Audit Charter to the Board.
- D. Review of Internal Audit Plan:** Ms. Carrasco gave a detailed review the Internal Audit Plan to the board. Mr. Frieze and Mr. Reyes complimented the plan and Ms.

Carrasco's work. The Facilities and Finance Committee moved to recommend approval of the Internal Audit Charter to the Board.

- E. Review of Internal Janitorial Consultant, Supplies and Related Services RFP # 07-02:** The owner of Springtime gave a brief description of different districts that use their services. The Board asked to schedule a meeting with Springtime and another school district to review the services that Springtime offers.
- F. Review of Heating & Cooling - RFP #05-19:** Mr. Reza and Mrs. Balesh requested that the Heating & Cooling - RFP #05-19 be extended. Mr. Reza, Ms Balesh, and Mr. De Anda answered questions from members of the Board. The Facilities and Finance Committee moved to recommend approval the extension of RFP #05-19 to the Board.
- G. Comments/Input from Community Members on items discussed by Facilities/Finance Committee:** Mr. Dorado commented favorably on the hiring of an internal auditor and recommended the district hire an employee to help Ms. Carrasco. He also recommended that the District do a background check on all new vendors.

Adjournment: Motion to adjourn by unanimous consensus.

Meeting adjourned at 7:24 p.m.

CANUTILLO INDEPENDENT SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT
POST OFFICE BOX 100
CANUTILLO, TEXAS

Agenda Item: _____

Date: November 14, 2006

Subject: Davenport Elementary - BJE #3183

Presented By: Tony Reza

Consent Agenda: __X__

ACTION

1. BACKGROUND INFORMATION:

The enclosed budget amendment is to reallocate funds from function 23 to function 51 to provide funds to pay for overtime for a custodian at DDE.

2. SUPERINTENDENT RECOMMENDATION:

The Superintendent recommends approval of the requested budget amendment.

3. ACTION REQUESTED:

The Board of Trustees approves the requested budget amendment.

MOTION _____ SECOND _____

AYES _____ NAYS _____

Date: 11/04/06

Reason:
FUNDING SOURCE:LOCAL FUNDS

PURPOSE OF AMENDMENT: WILL PROVIDE FUNDS TO PAY FOR THE OVERTIME OF
CUSTODIAN AT SCHOOL.

HOW WILL THIS IMPACT EDUCATION: WILL ALLOW THE DISTRICT TO MEET
DOL REGULATIONS AND ALLOW CAMPUS TO PROVIDE CLEAN ENVIRONMENT FOR
BETTER LEARNING.

WHAT CAMPUS OR DISTRICT GOALS WILL BE MET: ALL DISTRICT GOALS
WILL BE MET.

Mode: **Change** F3=Exit F5=Reset F12=Cancel Cancel? N

TO: Dr. Pam Padilla, Superintendent

THROUGH: Tony Reza, Comptroller

FROM: Kathy Ellis, Assistant Business Manager

SUBJECT: Davenport Elementary School - BJE #3183

DATE: November 8, 2006

BUDGET CODE	CURRENT BUDGET	CHANGE	AMENDED BUDGET
199.23.6399.00.102.7.99 General Supplies	3,000.00	(1,000.00)	2,000.00
199.23.6411.00.102.7.99 Employee Travel	3,000.00	(890.00)	2,110.00
199.51.6121.00.102.7.99 Overtime Pay	-	1,890.00	

REASON FOR AMENDMENT REQUEST - This budget amendment is to reallocate funds from function 23 to function 51 to provide funds for overtime pay of a custodian at DDE.



Superintendent

Date



Executive Director Business Services

11-8-06
Date

CANUTILLO INDEPENDENT SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT
POST OFFICE BOX 100
CANUTILLO, TEXAS

Agenda Item: _____

Date: November 14, 2006

Subject: Career and Technology - BJE #3191

Presented By: Tony Reza

Consent Agenda: __X__

ACTION

1. BACKGROUND INFORMATION:

The enclosed budget amendment is to reallocate funds from functions 11 and 21 to function 31 for the percentage of Denise Werge's salary that is being charged to fund 244.

2. SUPERINTENDENT RECOMMENDATION:

The Superintendent recommends approval of the requested budget amendment.

3. ACTION REQUESTED:

The Board of Trustees approves the requested budget amendment.

MOTION _____ SECOND _____

AYES _____ NAYS _____

Date: 11/07/06

Reason:

FUNDING SOURCE: CAREER & TECHNOLOGY ALLOTMENT

PURPOSE OF AMENDMENT: TO RECLASSIFY PERCENTAGE OF DENISE WERGE'S SALARY FROM FUND 244 CARL PERKINS GRANT INTO THE STATE ALLOTMENT

HOW WILL THIS IMPACT EDUCATION: BY PROVIDING THE NEEDS OF THE COUNSELOR'S SALARY, EVERY PERSON INVOLVED WILL WORK TOGETHER FOR THE SUCCESS OF OUR CANUTILLO STUDENTS.

WHAT CAMPUS OR DISTRICT GOALS WILL BE MET: ALL CAMPUS AND DISTRICT CAMPUS GOALS WILL BE MET

Mode: **Change**

F3=Exit

F5=Reset F12=Cancel

Cancel? N

TO: Dr. Pam Padilla, Superintendent

THROUGH: Tony Reza, Executive Director Business Services


FROM: Kathy Ellis, Assistant Business Manager

SUBJECT: Career & Technology Department- BJE# 3193

DATE: November 8, 2006

BUDGET CODE	CURRENT BUDGET	CHANGE	AMENDED BUDGET
199.11.6399.69.917.7.22 General Supplies	2,000.00	(1,000.00)	1,000.00
199.11.6399.73.917.7.22 General Supplies	1,000.00	(1,000.00)	-
199.11.6399.75.917.7.22 General Supplies	2,000.00	(1,000.00)	1,000.00
199.11.6399.76.917.7.22 General Supplies	2,000.00	(1,000.00)	1,000.00
199.11.6399.77.917.7.22 General Supplies	3,000.00	(1,500.00)	1,500.00
199.11.6399.78.917.7.22 General Supplies	2,000.00	(1,200.00)	800.00
199.11.6399.79.917.7.22 General Supplies	1,500.00	(1,000.00)	500.00
199.11.6411.74.917.7.22 Employee Travel	1,500.00	(750.00)	750.00
199.11.6411.75.917.7.22 Employee Travel	2,000.00	(1,000.00)	1,000.00
199.11.6411.76.917.7.22 Employee Travel	1,000.00	(500.00)	500.00
199.11.6411.77.917.7.22 Employee Travel	2,000.00	(1,000.00)	1,000.00
199.11.6412.69.917.7.22 Student Travel	3,000.00	(1,500.00)	1,500.00
199.11.6412.75.917.7.22 Student Travel	6,000.00	(3,000.00)	3,000.00
199.11.6412.77.917.7.22 Student Travel	9,000.00	(1,400.00)	7,600.00
199.11.6412.79.917.7.22 Student Travel	2,000.00	(1,000.00)	1,000.00
199.21.6119.00.917.7.22 Salaries	96,740.00	(6,601.00)	90,139.00
199.31.6119.00.001.7.22 Salaries		22,025.00	22,025.00
199.31.6141.00.001.7.22 Medicare		317.00	317.00
199.31.6142.00.001.7.22 Health Insurance		1,823.00	1,823.00
199.31.6143.00.001.7.22 Worker's Compensation		150.00	150.00
199.31.6145.00.001.7.22 Unemployment Compensation		16.00	16.00
199.31.6146.01.001.7.22 TRS Payroll Tax		120.00	120.00

REASON FOR AMENDMENT REQUEST - This budget amendment is to reallocate funds in functions 11 and function 21 to function 31 for percentage of Denise Werge's salary that was being charged to fund 244.



Superintendent



Executive Director Business Services

Date
11-8-06

Date

CANUTILLO INDEPENDENT SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT
POST OFFICE BOX 100
CANUTILLO, TEXAS

Agenda Item: _____

Date: November 14, 2006

Subject: Jose Damian Elementary - BJE #3194

Presented By: Tony Reza

Consent Agenda: __X__

ACTION

1. BACKGROUND INFORMATION:

The enclosed budget amendment is to reallocate funds from function 11 to function 23 to purchase a laptop computer for the Assistant Principal.

2. SUPERINTENDENT RECOMMENDATION:

The Superintendent recommends approval of the requested budget amendment.

3. ACTION REQUESTED:

The Board of Trustees approves the requested budget amendment.

MOTION _____ SECOND _____

AYES _____ NAYS _____

Date: 11/07/06

Reason:

FUNDING SOURCE:

FROM SUPPLIES 199.11.6399

PURPOSE OF AMENDMENT: ASST PRIN NEEDS LAP TOP

HOW WILL THIS IMPACT EDUCATION: LAP TOP WILL BE USED DURING TRAVEL AND HOME TO MEET NEEDS OF STUDENTS

WHAT CAMPUS OR DISTRICT GOALS WILL BE MET: TO ENHANCE STUDENT PERFORMANCE

Mode: **Change**

F3=Exit

F5=Reset F12=Cancel

Cancel? N

TO: Dr. Pam Padilla, Superintendent

THROUGH: Tony Reza, Comptroller

FROM: Kathy Ellis, Assistant Business Manager

SUBJECT: Jose Damian Elementary - BJE # 3194

DATE: November 8, 2006

BUDGET CODE	CURRENT BUDGET	CHANGE	AMENDED BUDGET
199.11.6399.00.103.7.30 General Supplies	3,010.00	(1,400.00)	1,610.00
199.23.6398.00.103.7.99 Fixed Assets - Technology	-	1,400.00	1,400.00

REASON FOR AMENDMENT REQUEST - This budget amendment is to reallocate funds from function 11 to function 23 to purchase a laptop computer for the Assistant Principal.



Superintendent

Date

11-8-06

Executive Director Business Services

Date

CANUTILLO INDEPENDENT SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT
POST OFFICE BOX 100
CANUTILLO, TEXAS

Agenda Item: _____

Date: November 14, 2006

Subject: Technology Department – E-Rate Rollover and Reimbursement

Presented By: Tony Reza

Consent Agenda: __X__

ACTION

1. BACKGROUND INFORMATION:

The enclosed budget amendment is to rollover E-Rate #7 funds budgeted in fiscal year 2005/2006 that were not expended of \$238,298.89 and increase revenue and expenses for E-Rate #8 reimbursement from SBC for \$18,456.17. The funds are to be used for ongoing E-Rate projects for the district.

2. SUPERINTENDENT RECOMMENDATION:

The Superintendent recommends approval of the requested budget amendment.

3. ACTION REQUESTED:

The Board of Trustees approves the requested budget amendment.

MOTION _____ SECOND _____

AYES _____ NAYS _____



**CANUTILLO INDEPENDENT SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT
BOARD AMENDMENT EXECUTIVE SUMMARY SHEET**

TO: Dr. Pam Padilla, Superintendent

THROUGH: Tony Reza, Comptroller

FUNDING SOURCE:

FROM: Kathy Ellis, Assistant Business Manager

The School and Libraries Universal Service Program

SUBJECT: Technology Department - E-Rate

DATE: Nov IF GRANT, PLEASE PROVIDE THE FOLLOWING:

-GRANT AWARD:

-GRANT PERIOD:

-GRANT OBJECTIVES:

-GRANTING AGENCY:

CODE	CURRENT BUDGET	CHANGE	AMENDED BUDGET
199 00 5749 02 000 7 00 Misc Revenue - E-Rate	300 000 00	18 458 17	318 458 17
199 51 6257 28 728 7 00 Telephone - Gigamon		44 740 50	44 740 50
199 51 6299 28 728 7 00 Computer Svcs		187 279 90	187 279 90
199 51 6390 28 728 7 00 Per Staff - 45,000		5 815 33	5 815 33
199 51 6393 28 728 7 00 Per Staff - 25,000		16 513 27	16 513 27
199 00 6911 28 728 7 00		(238 295 89)	

PURPOSE OF THE AMENDMENT:

This amendment is to rollover E-Rate funds budgeted in fiscal year 2005/2006 that were not expended and to increase revenue and expenses for E-Rate #8 reimbursement from SBC. The federal government requires that these reimbursements be budgeted only for technology expenditures.

REASON FOR AMENDMENT REQUEST - This budget amendment is to rollover the balance of E-Rate #7 funds of \$238,295.89 and to record E-Rate #8 reimbursements from SBC for \$18,458.17. These funds will be used to fund ongoing E-Rate projects for technology.

HOW WILL THIS IMPACT EDUCATION:

This amendment will budget for technology programs that will assist the district to implement its technology plan and to fund ongoing E-Rate projects of the district.

WHAT DISTRICT OR CAMPUS GOALS WILL BE MET WITH THIS AMENDMENT:

All district goals will be met.

Superintendent

Date

Executive Director

Date

TO: Dr. Pam Padilla, Superintendent
 THROUGH: Tony Reza, Comptroller
 FROM: Kathy Ellis, Assistant Business Manager
 SUBJECT: Technology Department - E-Rate
 DATE: November 8, 2006

BUDGET CODE	CURRENT BUDGET	CHANGE	AMENDED BUDGET
199.00.5749.02.000.7.00 Misc Revenue - E-Rate	300,000.00	18,456.17	318,456.17
199.51.6257.26.728.7.99 Telephone - Gigaman		44,746.56	44,746.56
199.51.6299.26.728.7.99 Misc Contracted Svcs		187,279.90	187,279.90
199.51.6398.26.728.7.99 Fixed Assets < \$5,000		5,815.33	5,815.33
199.51.6399.26.728.7.99 General Supplies		18,913.27	18,913.27
199.00.8911.00.000.7.00 Transfer Out		(238,298.89)	(238,298.89)

REASON FOR AMENDMENT REQUEST - This budget amendment is to rollover the balance of E-Rate #7 funds budgeted in 2005/2006 fiscal year of \$238,298.89 and to record E-Rate #8 reimbursements from SBC for \$ 18,456.17. These funds will be used to fund ongoing E-Rate projects for the district.



 Superintendent


 Executive Director Business Services

 Date
 11-8-06

 Date

CANUTILLO INDEPENDENT SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT
POST OFFICE BOX 100
CANUTILLO, TEXAS

Agenda Item: _____ Date: November 14, 2006

Subject: Supplementary Educational Services for At Risk Students, RFP # 06-01

Presented By: Tony Reza and Margarita Armendariz Consent Agenda:

ACTION

1. BACKGROUND INFORMATION:
Request for Proposal # 06-01, Supplementary Educational Services for At Risk Students, was originally awarded November, 2005. This contract is for services as Home Based Instructor to design and implement district wide educational services. All projects are related to at risk students particularly those who are pregnant or parenting. The educational services instructor will provide:
 - Home-based education services to students mandated by a doctor to stay at home
 - Services for pregnant or teen parents, who are in need of any of the educational components mandated by the "Life Skills Program" (e.i. parenting skills, job skills and readiness, counseling, social services, and others.)
 - Any other services expected and mandated by the "Life Skills" program
 - Any educational services needed for at risk students
 - Services to pregnant, teen parents and their families.This request is to renew the contract for year two of a possible three year agreement with **Omar Insurriaga** to continue the services as required by the district.
2. SUPERINTENDENT RECOMMENDATION:
The Superintendent approves to renew the contracts for educational services as listed above.
3. BOARD ACTION REQUESTED:
The Board of Trustees approves the Superintendent's recommendation.

MOTION _____ SECOND _____

AYES _____ NAYS _____



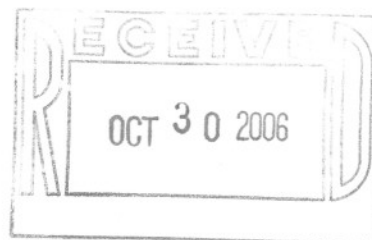
Omar Insurriaga
Supplemental Education Services
6675 South Desert Blvd. Rm. E 112
El Paso, TX 79932

MEMO TO: Mr. Sam Garcia
FROM: Omar Insurriaga
DATE: October 30, 2006
SUBJECT: Continuation with bid

Dear Mr. Garcia,

Please accept this letter as my consideration to continue working under the current bid for supplemental educational services instructor. This includes Compensatory Education Home Instruction (CEHI) under the Pregnancy Related Services (PRS) and Pregnancy Education and Parenting (PEP) programs. Tutoring is also included under the PEP program and there are also administrative duties (office hours) and other duties as well. I believe that the educational services that I offer are beneficial to the students as well as the district. The current rate that was approved last year is fine as well as the office space that is available for me to use that is located in the high school. If you have any questions I can be reached at ext.7868

oi



CANUTILLO INDEPENDENT SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT
POST OFFICE BOX 100
CANUTILLO, TEXAS

Agenda Item:

Date: November 14, 2006

Subject: Approval of Expenditure for Partnership with Big Brother Big Sister (BBBS) Program

Presented By: Tony Reza and Margarita Armendariz

Consent Agenda: X

ACTION

1. BACKGROUND INFORMATION:

As stated in Board Policy CH(Local), for any cost or aggregates over \$25,000 shall require Board approval before a transaction may take place. This request is to approve payment for the student mentoring services from Big Brother Big Sisters Program (BBBS) for the 2006 – 2007 school year. Mentoring services include supervision, coordination and support; quarterly activities provided for CISD students in addition to the afterschool program. BBBS will also help CISD in mentor recruitment and screening.

2. SUPERINTENDENT RECOMMENDATION:

The Superintendent recommends approval to disburse the \$70,000 (\$1,000 per student served) on a monthly basis according to services provided (\$5,833.33 per month) agreed as per the Department of Education Alcohol Abuse Reduction Grant. However, due to the success of the program BBBS CISD program has exceeded the requirement of the grant. The Department of Education had requested CISD to serve 70 students, currently BBBS services over 400 students.

3. BOARD ACTION REQUESTED:

The Board of Trustees approves the Superintendent's recommendations.

MOTION _____ SECOND _____

AYES _____ NAYS _____

Memorandum of Understanding

This memorandum outlines the basic roles and responsibilities of Big Brothers Big Sisters of El Paso (BBBSEP) and the district cited herein who agrees to partner with BBSEP for the benefit of their students. This memorandum shall remain effective from the date signed throughout the school year in which it is implemented and may be extended for future school years upon agreement by both parties. This memorandum is made between BBBSEP and Canutillo Independent School District, hereby establishing that BBBSEP and the indicated District agree as follows:

BBBSEP will:

- Identify, solicit, and recruit project volunteer applicants.
- Screen project volunteer applicants in accordance with agency policies and procedures.
- Train and retain project volunteers in coordination with individual school contacts. Training will be made available to school personnel, mentors and parents.
- Provide casework management for ongoing project and participant monitoring.
- Facilitate one-to-one student and mentor matching.
- Coordinate project activities and service learning projects.
- Compile reports and evaluations to demonstrate program results.
- Collaborate with teachers, parents, mentors, and other school personnel for the benefit of enrolled youth.
-

The District will:

- Assign a District Coordinator who will facilitate and coordinate participation in the mentoring project.
- Provide data as needed to assess program effectiveness appropriate student data (e.g., grades, attendance and discipline records, counselor and teacher reports), on a quarterly basis or as required by funders.
- Assist in publicizing the mentoring program and disseminating information to teachers, students, and parents.
- Allow BBBSEP staff to meet with individual school personnel for the purpose of identifying the children with greatest need of services, coordinate student parental permission, collaborate on matching children with youth, etc.

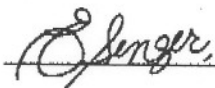
This Agreement may be terminated by the district upon 60 days prior written notice to Big Brothers Big Sisters. Each party retains the right to terminate this Agreement on less than 60 days prior notice for good cause or lack of funding. This Agreement may be renewed by written Agreement of the parties.

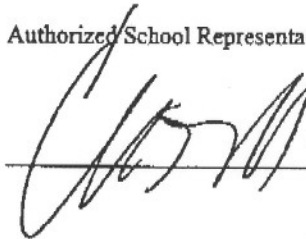
BBBSEP and above-stated School/District shall hold all information confidential regarding program participants and shall only release such information with signed parental consent or in cooperation with law enforcement investigations in compliance with local and State laws and statutes.

The parties have executed this Memorandum of Understanding on June 28, 2004.

Big Brothers Big Sisters of El Paso

Authorized School Representative





Beth Senger, CEO
Name Printed

Charles Hart, Superintendent
Name Printed

June 27, 2004
Date

June 28, 2004
Date





BIG BROTHERS BIG SISTERS

Of El Paso

November 8, 2006

Board of Directors
Canutillo Independent School District

Dear Esteemed Board Members,

Big Brothers Big Sisters is pleased to offer this brief progress and status report on the Canutillo Independent School District/Big Brothers Big Sisters partnership project.

For the past three years, our organizations have partnered to bring adults and high school mentors into the lives of younger at-risk students in the district. This partnership has been dynamic and has generated a significant positive impact on Canutillo youth.

Big Brothers Big Sisters mentoring model is based on 102 years of experience in both managing the risks and maximizing the benefits of introducing volunteers to children in one-to-one relationships. CISD has been an extremely effective partner in understanding our model and facilitating its implementation -- led energetically by Rosario Olivera as the district coordinator of a team of campus coordinators. We are thankful for her leadership and for the support offered her by Pam Padilla, Pauline Dow, the Board of Directors, and a host of professionals in CISD.

Faculty, staff, district personnel, administrative leaders, and high school youth have demonstrated tremendous commitment – and heart – by stepping forward to offer their friendship to a child identified by elementary school personnel as particularly needing support.

The partnership with CISD has been funded through several funding streams – some secured by Big Brothers Big Sisters and one secured through a grant written by Jose Lopez at CISD. We continue to seek mutual funding opportunities for this dynamic partnership.

Big Brothers Big Sisters secured the following funding that allows us to provide services across the region. Because of the responsiveness of CISD, however, the vast majority of these resources are utilized in CISD:

1. Department of Education: \$200,000/year for 3 years – ends September 2007

This funding allowed the initiation of services in CISD. The Department of Education adheres to the Government Performance and Results Act (GPRA) standards, requiring this project to accomplish the following:

- 15% of mentored students must have an increase in academic performance after one year of being mentored.
 - **RESULT: This project has doubled that government—required standard – 30% of students mentored for one year have improved their Grade Point Average. Some matches do not last one year for various reasons. However, even within six months, 46% of mentored students have had an increase in their GPA.**
- 30% of students mentored for one year will have a decrease in unexcused absences.
 - **RESULT: This project has also exceeded that government—required standard. 46% of students mentored for one year have had a decrease in unexcused absences.**

2. Mentoring Children of Prisoners: \$100,000/year for 3 years – ends August 2007

This funding allows us to serve even more children in CISD through a funding stream that targets kids at highest risk. Children of prisoners are **6 times more likely to end up in prison** than their peers. Among mentored children of prisoners and other at-risk youth at CISD and across the city, parents report the following:

- 97% of respondents reported the child had improved in at least one asset area
- 90% of parents report the child had improved in at least one asset area related to academic competence

As mentioned above, Jose Lopez, the CISD grant writer, included Big Brothers Big Sisters as a required component (being a nationally recognized model program) in a grant to allow services to more CISD youth. This grant for \$70,000 allows us to serve 70 additional children in CISD and also, critically, allowed for coordinators to be put in place at each campus in the district to facilitate referrals, matching and other program services.

The costs of providing mentoring services include a myriad of services as detailed in the A to Z Benefits of Partnering attached. Thousands of man hours on the part of the agency go into making this partnership successful each year.

Besides core mentoring services, this partnership has yielded supplemental benefits over time indicating the strength of our relationship:

- Big Brothers Big Sisters staff responded to Storm 2006 with manpower to assist in shelter efforts – helping to entertain children, organize donations, and secure resources for affected families. The agency also contacted its primary corporate donors, such as Petro, who responded generously to the needs in Canutillo.
- Coach Kenneth Cooper was selected as the Big Brother of the Year for 2005.
- The CISD/Big Brothers Big Sisters was recently awarded the “Partners of the Year” award by the Non-Profit Enterprise Center. This \$500 award was used to provide more supplies for the SMART centers.
- The agency has helped to clean, organize, and stock SMART centers – the first mentoring centers of their kind. These rooms help mentors and youth engage in academic activities, as well as providing a welcoming environment for relationships to develop.
- The CISD/Big Brothers Big Sisters was recently awarded the “Partners of the Year” award by the Non-Profit Enterprise Center. This \$500 award was used to provide more supplies for the SMART centers.
- CISD was a featured stop on the Big Brothers Big Sisters Texas spokesperson’s visit in December 2005. Other Superintendents from school district in our region visited the campus to hear Texas Railroad Commissioner Michael Williams congratulate and commend CISD for their commitment to mentoring.

CISD has truly embraced mentoring and we look forward to a healthy relationship in the future as we work together to help children reach their potential through professionally supported one-to-one mentoring relationships with measurable impact. We appreciate the support of the CISD Board of Directors in helping to make this dynamic partnership possible.

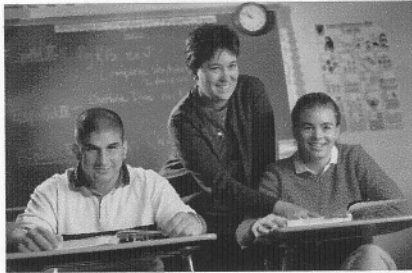
Sincerely,



Beth Senger, MSW
CEO and Big Sister



Big Brothers Big Sisters of El Paso & Canutillo ISD



A-Z

Benefits for CISD Partnering with Big Brothers Big Sisters

Other than the clear benefits demonstrated for youth in our science-based, empirically proven program, CISD receives the following concrete services from Big Brothers Big Sisters.

Support for Coordinator at each CISD school

- a) Provides support and training for each School District Coordinator to effectively run program at their school.
- b) Provide coordinators with business cards, all mentoring materials, oversight and guidance.

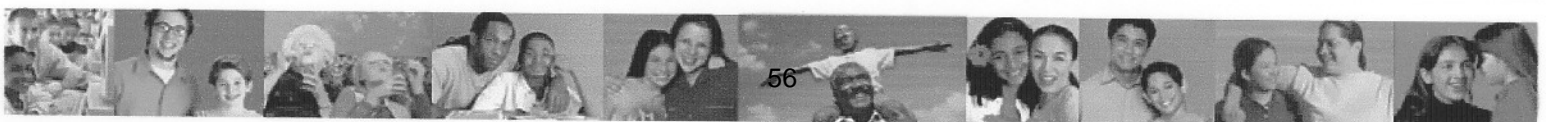
Recruitment

- c) Agency-provided marketing materials (fliers, posters, brochures -- all customizable and available in English and Spanish).
- d) Host recruitment events on campus for each requesting food. Supply presenters, food, prizes, activities, material etc.
- e) Use media connections to support relationships. We have had articles published in Times, What's Up, etc., promoting the partnership. We have secured media presence at events.
- f) Availability of staff to give presentations to prospective mentors/mentee families presentations arranged by the District Coordinator.
- g) Extensive community/school outreach to recruit appropriate mentors. For example, we have worked with State Farm to provide mentors and presented to UTEP fraternity and sororities for elementary schools.

Enrollment

- h) In-person interviews of every prospective mentor and mentee.
- i) Interviews with parents, in their language of preference for community-based matches.
- j) The checking of 3 references per mentor recruited.
- k) The completion of a criminal background check on each mentor.
- l) Training for each mentor on developing quality mentoring relationships, program guidelines, safety, etc.
- m) Written assessment of each mentee, combining feedback from the parent and case manager assigned to that interview.
- n) Customized Match Plan for each mentee to ensure mentor has a sense of direction on the specific needs for that youth.

1724 Wyoming, El Paso, TX 79902 ** 344-4200 ** www.bbbsofep.org



- o) Customer Satisfaction Surveys are administered to the parent and mentor to gauge their satisfaction of the enrollment process. Our most recent analysis revealed that 97% of mentors and 94% of of parents felt the enrollment process *exceeded their expectations*.

Matching

- p) Screening and review of all approved mentors to identify the best match possibility for that mentee.
- q) Consultation with the mentor, parent and mentee to briefly overview the proposed match parties and ensure their perception that this is a good match.
- r) Arrangement and hosting of "Making the Match" -- an introduction of the mentor and mentee, with the parent present. Agreements are signed by each party. Mentor is briefed on the Match Plan (approximately 2.5 hours per match).

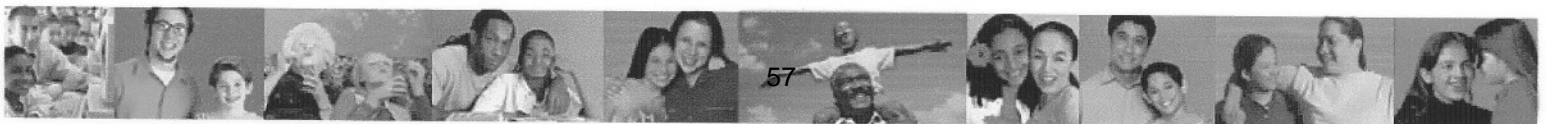
Match Support

- s) Each match is contacted within 2 weeks of the match meeting to ensure parties have met and that everyone felt comfortable with the initial introduction.
- t) Monthly contact with the parent/mentee and mentor to ensure mentor is actively engaging with youth and that all parties are comfortable with the match. Customized coaching is provided during these monthly contacts to address any issues, problems, or concerns. All contacts are documented and tracked in our database. At the six month point, the agency administers a 6-month post-match evaluation instruments to parents and mentors to assess the progress of youth on the concerns outlined in the Match Plan.
- u) Matches are encouraged to participate in group activities hosted by the agency. These outings serve a dual purpose: 1) to offer families opportunities to experience and interact in activities and 2) to give staff an opportunity to personally interact with and observe match participants as an added safety element.
 - We have hosted/participated in activities such as: Homecoming parade, Christmas parties, Fall Pumpkin Patch
 - We have facilitated various community service activities for other nonprofits in El Paso and Canutillo, such as making Valentine Cards for senior centers.

Administration

- v) Ensure accurate fiscal accountability on any approved project.
- w) Ensure liability insurance is paid for on every participant in the project.
- x) Provide highly trained and qualified staff to accurately interact with participants/partners and document the process above.
- y) Prepare reports and billings to district as required/appropriate
- z) Compile and analyze evaluation findings for Customer Satisfaction Surveys and the outcome evaluation instruments and report to district.

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CANUTILLO INDEPENDENT SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT
POST OFFICE BOX 100
CANUTILLO, TEXAS

Agenda Item:

Date: November 14, 2006

Subject: Special Education Contracted Services over \$25,000

Presented By: Tony Reza and Janine Hammock

Consent Agenda: X

ACTION

1. BACKGROUND INFORMATION:
As stated in CH (Local), this request is to approve contracts for programs which will aggregate to over \$25,000. Nancy Malpass, State of Texas licensed Physical Therapist (number 1079986 - Exp. 10/31/08) will provide evaluation, examination, and utilization of exercises, rehabilitative procedures and physical modalities for diagnosis and treatment. She will provide written recommendations to the ARD Committee regarding the amount and type of specific services needed by the student (i.e. consultation or direct services and the frequency and duration of services). As well as hands-on services needed to implement specific goals and objectives in the student's IEP.
2. SUPERINTENDENT RECOMMENDATION:
The Superintendent recommends approval as presented by administration.
3. BOARD ACTION REQUESTED:
The Board of Trustees approves the Superintendent's recommendation.

MOTION _____ SECOND _____

AYES _____ NAYS _____



Canutillo Independent School District

7965 Artercraft Rd.
El Paso, TX 79932

Mailing Address: P.O. Box 100
Canutillo, TX 79835

PROFESSIONAL SERVICES CONTRACT

1. This contract is entered by and between **Canutillo Independent School District**, hereinafter designated "District" and Nancy Jo Malpass, Social Security or Employee Number 553-25-5455 hereinafter designated "Contractor" (W-9 form must be completed).

2. My name and title are Nancy Malpass, Physical Therapist. As the department/school supervisor, I authorize that during the period beginning August 2006 and ending May 2007, Contractor, as an independent contractor, who is not an employee or agent of the District, shall provide to the District, the following services for the use and benefit to public education in Texas:

Service: Physical Therapist

Time: 20 hours a week Location: Special Education Department

3. For the performance, satisfactory to the District, of the services described above, the District shall pay to Contractor a fee equal to the sum of \$50.00 per hour. The total amount payable to the Contractor by the District pursuant to this contract shall in no event exceed the sum of \$35,000.00. **All payments due to Contractor shall be made by a District check upon completion of work and submission of an itemized invoice with District Supervisors Signature. (Payment will be generated within 30 days after the items or service is received along with an original invoice)**

4. All materials and products developed pursuant to this contract shall be the property of the District. The contractor shall not assert any claim or equity, or assert any claim to statutory copyright and/or patent in such materials and products without the prior written permission of the District.

5. This contract is subject to all State of Texas and Federal laws, rules, and regulations including, but not limited to Title VI of the Civil Rights Act of 1964, as amended. This contract shall be interpreted according to the laws of the State of Texas.

6. Contractor is *is not incorporated*. If incorporated, Contractor must attach a current franchise tax Certificate of Good Standing, available from the Texas State Comptroller, to this contract when signed and returned to the District.

7. Contractor affirms that this contract does not create a conflict of interest with his/her present employer.

8. This contract may not be assigned by the Contractor without the written consent of the District.

9. Either party may terminate this contract without cause on ten (10) days written notice. The District for cause may also terminate this contract. Specifically, although not exclusively, cause shall include the District having to cancel an event related to the Contractor's performance for reasons beyond its control, or for the Contractor's failure to perform as contemplated by the District. In the case of the cause described herein, should a dispute arise over whether cause exists, the judgment of the District will control. On termination, the Contractor shall be due only compensation earned and reimbursement for approved costs. No fee will be due when termination was on ten (10) days notice.

10. The Contractor shall indemnify and save harmless the District and its Board of Trustees, agents, and employees from all suits, actions or claims of any character, type, or description, brought or made for or on account of any injuries or damages received or sustained by any person or persons or property, arising out of, or occasioned by the negligent acts, errors or omission of the Contractor, his agents or employees in the performance of its duties under the terms of this contract.

Revised 11/28/05

11. In the event that the District must substantially modify or reduce the size or scope of the project due to financial exigency or lack of funding the District shall give 10 day notice to Contractor.

12. This Contract shall be governed by the laws of the State of Texas and be performable in El Paso County, Texas. AGREED and accepted on behalf of Contractor to be effective on the earliest date written above by a person Authorized to bind Contractor.

Contractor:

Authorized Signature

Contractor must sign and return.

Printed Name

Title

District Supervisor's Signature: _____

Department/Campus: _____

Account Number to Charge: _____

If the scope of the project requires the Contractor to have direct contact with students, the CISD originator must provide a copy of their TB test results and a Criminal History Release form to the Human Resources Department.

To Be Filled Out by Human Resources Department

***TB Results (Direct Contact with students requires TB Test):** _____

****Criminal History Release:** _____

*****Services paid by federal funds will require bidding out. (34 CFR Section 80.36)**

Authorization to Proceed: _____, Human Resources Executive Director

Date: _____

After approval of contract by Human Resources, the packet will be returned to the originator and the originator forwards the packet to Finance, attention Tony Reza for final approval.

AGREED on behalf of the District this _____ day of _____ (month and year), by a person authorized to bind the District.

Tony Reza (or designee)
Comptroller

*Canutillo Independent School District
Finance Department/Purchasing/Accounts Payable
7965 Artcraft
El Paso, Texas 79932*

Note: This process takes five (5) business days to complete. Please plan accordingly and realize that this contract is not authorization to proceed without an approved District Purchase Order.

Revised 11/28/05

EXECUTIVE COUNCIL OF PHYSICAL THERAPY AND OCCUPATIONAL THERAPY EXAMINERS

Texas Board of Physical Therapy Examiners

333 GUADALUPE Suite 2-510 Austin, Texas 78701-3942

RENEWAL CERTIFICATE

The Texas Board of Physical Therapy Examiners hereby certifies this license has been renewed under the provisions of the Physical Therapy Practice Act for two years ending the last day of

10/31/2008

LICENSE NUMBER

1079986


EXECUTIVE DIRECTOR

Nancy Jo Malpass

This Renewal Certificate **MUST** be displayed with the Permanent License



Canutillo Independent School District

7965 Artcraft Rd.
El Paso, TX 79932

Mailing Address: P.O. Box 100
Canutillo, Texas 79835


Tony Reza
Comptroller

(915) 877-7430
FAX (915) 877-7877
treza@canutillo-isd.org

TO: Board of Trustees

October 31, 2006

THROUGH: Tony Reza 
Executive Director

FROM: Kathy Ellis 

SUBJECT: Approval of Warrant List for September 28-October 26, 2006

Enclosed in your packet is the warrant list for September 28-October 26, 2006. I recommend its approval in the amount of: **\$ 1,677,209.91.**

CANUTILLO INDEPENDENT SCHOOL DISTRICT

Monthly ADA and Last Day Enrollment
As of October 31, 2006

<u>Campus</u>	<u>October ADA</u>	<u>Enrollment 10/31/06</u>
Canutillo Elementary School	635.158	685
Deanna Davenport Elementary School	481.045	515
Jose H. Damian Elementary School	753.545	823
Bill Childress Elementary School	629.773	682
Canutillo Middle School	621.590	645
Jose J. Alderete Middle School	608.318	626
Canutillo High School	1396.908	1471
<hr/>		<hr/>
DISTRICT TOTALS	5126.337	5447
Ineligible students (Children of employees-out of state. Tuition is not collected.)		38
<hr/>		<hr/>
GRAND TOTAL ENROLLMENT		5485

CANUTILLO INDEPENDENT SCHOOL DISTRICT

Year-to-Date Average Daily Membership and ADA
 August 10, 2006 through October 31, 2006

<u>Campus</u>	<u>ADM</u>	<u>ADA</u>	<u>ATT %</u>
Canutillo Elementary School	660.898	633.042	95.8%
Deanna Davenport Elementary School	495.509	483.336	97.5%
Jose H. Damian Elementary School	769.078	748.828	97.4%
Bill Childress Elementary School	650.052	631.353	97.1%
Canutillo Middle School	642.052	622.340	96.9%
Jose J. Alderete Middle School	622.250	606.089	97.4%
Canutillo High School	1477.732	1405.572	95.1%
<hr/>			
*DISTRICT TOTALS	5317.571	5130.560	96.5%

*Does not include ineligible students

CANUTILLO INDEPENDENT SCHOOL DISTRICT

Monthly ADA Comparison
October 2006

<u>Campus</u>	Previous month September 2006 <u>ADA</u>	Current month October 2006 <u>ADA</u>	Previous year October 2005 <u>ADA</u>
Canutillo Elementary School	632.625	635.158	715.725
Deanna Davenport Elementary School	482.900	481.045	591.225
Jose H. Damian Elementary School	743.650	753.545	755.150
Bill Childress Elementary School	633.875	629.773	693.575
Canutillo Middle School	621.700	621.590	790.850
Jose J. Alderete Middle School	604.650	608.318	
Canutillo High School	1409.100	1396.908	1253.025
*DISTRICT TOTALS	5128.500	5126.337	4799.550

*Does not include ineligible students ⁶⁵



Canutillo Independent School District


7965 Artcraft Rd.
El Paso, TX 79932

Mailing Address: P.O. Box 100
Canutillo, Texas 79835

Tony Reza
Comptroller

(915) 877-7430
FAX (915) 877-7877
treza@canutillo-isd.org

To: Board of Trustees

From: Tony Reza 

Date: November 8, 2006

Re: Year End Investment Report for Fiscal Year 2006

As per district policy CHE-Local, a written year end investment report shall be presented to the Board of Trustees. This report is to comply with that requirement which is followed by the final quarterly investment report.

Investments

For fiscal year 2005-2006 the District maintained its investments in four different investment vehicles. They were governmental investment pools, money market funds, overnight repurchase agreements, and certificates of deposits.

The District traditionally uses governmental investment pools because of the competitive rates offered as well as the liquidity that they provide. The investment pools used are *Texpool*, *TexStar*, *Lone Star*, *Logic* and *MBIA*. With respect to *Lone Star*, our investments are separated into the Liquidity Plus, and Corporate funds. The difference being that the Liquidity Plus has a large mixture of agency funds and cash repurchase agreements. The Corporate fund purchases mostly commercial paper.

The District utilized the *Wells Fargo* money market fund to attain higher investment returns on the payments made from the Operating Fund as well as the Construction Fund. However in the third quarter, the administration determined that higher yields could be attained from the investment pools. Consequently, the District withdrew from these investment vehicles. During the first two quarters, the money market fund yielded (on average) a rate of 3.91%.

The District entered into repurchase agreements for our general operating and health insurance fund. These investments earned the District \$33,657 for the general operating fund and \$48,872 for the health insurance fund, respectively.

Finally, the District closed out during the first quarter a short term (90 days) certificate of deposit (CD). This decision was based on the need to earn higher yields for capital projects associated with the new high school and renovation projects. As interest rates rose, CDs offered higher returns than investment pools before construction cash outlays were needed.

Investment Rates

At the beginning of the fiscal year, investment yields for the investment pools hovered at 3.35 %. This rate increased throughout the fiscal year as the Federal Reserve Board boosted interest rates. The investment rate increased 55 basis points to 3.90% at the end of the first quarter. It then increased to 4.50% in the second quarter and increased again for the third quarter ending at 4.87%. The final quarter saw an increase of 38 basis points in the investment rate to approximately 5.25%. This represents an increase of over 1.90% since the beginning of the year.

Throughout the fiscal year, the Federal Reserve has steadily increased rates to fight inflationary pressures. This trend is expected to end as yield increases are projected to level off for the upcoming fiscal year. The District earned approximately \$625,685 for fiscal year 2006 (these are not audited figures). This represents an increase of \$66,153 from the prior year.

Investment amounts

The State's change in the funding schedule for the District (from payment class 1 to payment class 2) resulted in less funds for investment than in prior years. In the past, the District would have a bell shaped curve with respect to investment funds. This year resulted in a shallow increase during earlier quarters and then a decrease in the latter part of the fiscal year. The amount invested in the first quarter was \$13,329,678 and increased slightly, starting the second at \$13,583,441. This amount increased during the latter part of the second quarter to \$14,107,700 as tax collections were received.

The third quarter again saw a \$4,102,928 increase in funds. This was the net result of the \$7,500,000 bond issuance that was received less the cost of renovations projects at the middle schools, and less the non-receipt of state funds for the months of December, January, February, and March. The third quarter ended with \$18,210,628 in investments.

The final quarter saw a decrease of approximately \$8,449,494 in the investment account as the construction projects continued and the district used tax collections for operations while not receiving any state funds until September. The district ended the final quarter with \$9,761,134 of investment funds. So for the year, the district had a cumulative decrease of \$3,568,544 in the investment balances.

Trends

The Federal Reserve's monetary policies should result in the leveling off of investment yields for the district during the next fiscal year. Interest rates rose as expected for the 2006 fiscal year. We expect interest rates to level off and remain steady in fiscal year 2007. Accordingly, we have increased our budgeted investment earnings for fiscal year 2007.

Summary

In summary, the District uses and will continue to use governmental investment pools, repurchase agreements and money market funds. However, with the expectation of interest rates leveling off, the District will increase the use of repurchase agreements that will lock in higher yields for longer periods. Finally, the District earned higher than expected interest income due to rising interest rates.

If you have any questions, feel free to contact me at 877-7425.

Copy to: Dr. Pam Padilla, Superintendent




Finance

Canutillo Independent School District

7965 Artcraft Rd.
El Paso, TX 79932

Mailing Address: P.O. Box 100
Canutillo, Texas 79835

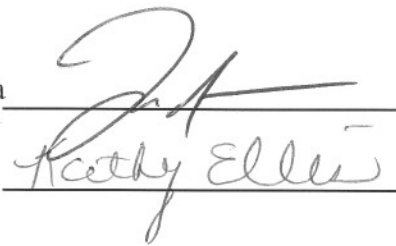
(915) 877-7430
FAX (915) 877-7415

Date: November 8, 2006
To: Board of Trustees
From: Tony Reza 
Subject: Quarterly Investments Report
August 31, 2006

The attached report of investments for the Canutillo Independent School District for the quarter ending August 31, 2006 is in full compliance with the Investment Policy and strategy as established for the District and with the Public Funds Investment Act (Chapter 2256).

APPROVED BY: Tony Reza

Kathy Ellis
CTSBO



**Canutillo Independent School District
Quarterly Summary of Investments
08/31/2006**

Description	Maturity Date	08/31/06 Interest Rate	8/31/2006 Book Value	8/31/2006 Market Value	5/31/2006 Book Value	5/31/2006 Market Value	% Change in Market Value	Accrued Interest
Operating Fund								
Lone Star Liquidity	On Demand	5.1500%	10,810.08	10,809.14	44,619.63	44,615.85	0.00%	1,601.74
Lone Star Corporate	On Demand	5.1800%	186,924.32	186,913.88	913,176.91	913,067.41	0.01%	64,603.17
Logic	On Demand	5.2818%	43,562.69	43,562.25	142,402.03	142,390.07	0.01%	5,603.84
MBIA	On Demand	5.2400%	74,249.09	74,249.09	1,938,863.22	1,938,863.22	0.00%	82,126.88
TexPool	On Demand	5.2355%	44,277.85	44,276.08	290,877.06	287,431.34	1.18%	12,545.13
TexSTAR	On Demand	5.2601%	839,451.62	839,485.20	262,248.34	262,225.79	0.01%	12,983.82
Wells Fargo Invest	On Demand	0.0000%	-	-	-	-	-	3,426.43
Subtotal		5.2453%	\$ 1,199,275.65	\$ 1,199,295.64	\$ 3,592,187.19	\$ 3,588,593.68	0.10%	\$ 182,891.01
Debt Service Fund								
Lone Star Liquidity	On Demand	5.1500%	43,216.50	43,212.73	9,196.81	9,196.03	0.00%	1,747.34
Lone Star Corporate	On Demand	5.1800%	2,534.78	2,534.64	1,330,851.61	1,330,692.03	0.01%	58,794.92
MBIA	On Demand	5.2400%	363,162.18	363,162.18	1,810,374.53	1,810,374.53	0.00%	49,717.46
TexPool	On Demand	5.2355%	17,262.01	17,261.32	17,039.59	16,837.71	1.18%	758.14
TexSTAR	On Demand	5.2601%	641,772.13	641,797.80	633,469.09	633,414.61	0.01%	26,546.34
Subtotal		5.2482%	\$ 1,067,947.60	\$ 1,067,968.67	\$ 3,800,931.63	\$ 3,800,514.91	0.01%	\$ 137,564.20
Food Service Fund								
Lone Star Corporate	On Demand	5.1800%	\$ 366,918.60	\$ 366,898.11	\$ 489,566.23	\$ 489,507.53	0.01%	\$ 23,841.68
Worker's Compensation Fund								
Lone Star Corporate	On Demand	5.1800%	\$ 193,021.33	\$ 193,010.55	\$ 349,522.29	\$ 349,480.38	0.01%	\$ 13,140.75
Construction Fund								
Lone Star Corporate	On Demand	5.1800%	-	-	-	-	0.00%	7,212.62
MBIA	On Demand	5.2400%	1,498.88	1,498.88	1,479.63	1,479.63	0.00%	6,974.92
Texpool	On Demand	5.2355%	-	-	-	-	0.00%	221.95
TexSTAR	On Demand	5.2601%	621,449.62	621,474.48	2,454,605.84	2,454,468.38	0.01%	137,376.73
TexSTAR - Bond 2006	On Demand	5.2601%	6,311,023.05	6,311,275.49	7,522,335.32	7,521,914.07	0.00%	114,318.90
Wells Fargo Invest	On Demand	0.0000%	-	-	-	-	0.00%	462.53
Wells Fargo CD	9/12/2005	3.1500%	-	-	-	-	-	1,679.28
Subtotal		5.2601%	\$ 6,933,971.55	\$ 6,934,248.85	\$ 9,978,420.79	\$ 9,977,862.08	-	\$ 268,246.93
Total Investments		5.2524%	\$ 9,761,134.73	\$ 9,761,421.82	\$ 18,210,628.13	\$ 18,205,958.58		\$ 625,684.57

Canutillo Independent School District
Quarterly Summary of Repurchase Agreements
General Operating Fund
08/31/2006



WELLS FARGO BANK, N.A.
 101 N. PHILLIPS AVENUE
 SIOUX FALLS, SD 57117-5128

InvestAccount
 Account Summary

Customer:

CANUTILLO INDEPENDENT SCHOOL DIST
 7273 BOSQUE RD
 PO BOX 100
 CANUTILLO, TX 79835

Account No: 00727716XXX
 Cust. No: 16735
 Period Ending: 30JUN06

\$23,282.66

Trans. Date	Maturity Date	Description	Dollar Amount	Rate	Interest Earned
01JUN06	02JUN06	Repo	598,749.11	3.62500	60.29
02JUN06	05JUN06	Repo	242,395.01	3.62500	73.22
05JUN06	06JUN06	Repo	149,353.39	3.62500	15.04
06JUN06	07JUN06	Repo	1,040,603.37	3.87500	112.01
07JUN06	08JUN06	Repo	789,472.03	3.56250	78.12
09JUN06	12JUN06	Repo	225,365.31	3.62500	68.08
12JUN06	13JUN06	Repo	190,495.11	3.62500	19.18
13JUN06	14JUN06	Repo	176,244.61	3.62500	17.75
14JUN06	15JUN06	Repo	45,829.51	3.62500	4.61
15JUN06	16JUN06	Repo	173,630.01	3.62500	17.48
16JUN06	19JUN06	Repo	708,923.41	3.56250	210.46
19JUN06	20JUN06	Repo	764,842.80	3.56250	75.69
20JUN06	21JUN06	Repo	729,951.62	3.56250	72.23
21JUN06	22JUN06	Repo	716,214.65	3.56250	70.88
22JUN06	23JUN06	Repo	607,560.12	3.62500	61.18
23JUN06	26JUN06	Repo	686,891.00	3.56250	203.92
26JUN06	27JUN06	Repo	671,696.50	3.62500	67.64
27JUN06	28JUN06	Repo	626,157.65	3.62500	63.05
28JUN06	29JUN06	Repo	601,319.88	3.68750	61.59
29JUN06	30JUN06	Repo	1,483,261.48	4.00000	164.81

Monthly Interest Earned

1,517.23

24,799.89

For inquiries regarding this account please contact your account officer.



WELLS FARGO BANK, N.A.
 101 N. PHILLIPS AVENUE
 SIOUX FALLS, SD 57117-5128

InvestAccount
 Account Summary

Customer:

CANUTILLO INDEPENDENT SCHOOL DIST
 7273 BOSQUE RD
 PO BOX 100
 CANUTILLO, TX 79835

Account No: 00727716XXX
 Cust. No: 16735
 Period Ending: 31JUL06

Trans. Date	Maturity Date	Description	Dollar Amount	Rate	Interest Earned	
30JUN06	03JUL06	Repo	580,710.84	3.87500	187.52	
03JUL06	05JUL06	Repo	1,028,796.14	4.18750	239.34	
05JUL06	06JUL06	Repo	1,693,430.26	4.12500	194.04	
06JUL06	07JUL06	Repo	1,656,081.22	4.12500	189.76	
07JUL06	10JUL06	Repo	1,415,208.26	4.12500	486.48	
10JUL06	11JUL06	Repo	1,377,196.33	4.12500	157.80	
11JUL06	12JUL06	Repo	1,318,864.23	4.06250	148.83	
12JUL06	13JUL06	Repo	1,269,307.71	4.12500	145.44	
13JUL06	14JUL06	Repo	2,343,954.10	4.12500	268.58	
14JUL06	17JUL06	Repo	1,849,833.73	4.12500	635.88	
17JUL06	18JUL06	Repo	2,135,100.52	4.12500	244.65	
18JUL06	19JUL06	Repo	2,073,349.42	4.06250	233.97	
19JUL06	20JUL06	Repo	1,932,585.99	4.06250	218.09	
20JUL06	21JUL06	Repo	1,126,229.56	4.06250	127.09	
21JUL06	24JUL06	Repo	1,018,223.20	4.06250	344.71	
24JUL06	25JUL06	Repo	977,871.38	3.81250	103.56	
25JUL06	26JUL06	Repo	956,646.73	3.81250	101.31	
26JUL06	27JUL06	Repo	939,595.34	3.81250	99.51	
27JUL06	28JUL06	Repo	860,071.56	3.81250	91.08	
28JUL06	31JUL06	Repo	1,734,695.45	4.12500	596.30	
					4,813.94	29,613.83
Monthly Interest Earned						

For inquiries regarding this account please contact your account officer.



WELLS FARGO BANK, N.A.
 101 N. PHILLIPS AVENUE
 SIOUX FALLS, SD 57117-5128

InvestAccount
 Account Summary

Customer:

CANUTILLO INDEPENDENT SCHOOL DIST
 7273 BOSQUE RD
 PO BOX 100
 CANUTILLO, TX 79835

Account No: 00727716XXX
 Cust. No: 16735
 Period Ending: 31AUG06

Trans. Date	Maturity Date	Description	Dollar Amount	Rate	Interest Earned	
31JUL06	01AUG06	Repo	805,333.03	3.87500	86.69	
01AUG06	02AUG06	Repo	850,804.41	3.87500	91.58	
02AUG06	03AUG06	Repo	1,059,605.66	4.06250	119.57	
03AUG06	04AUG06	Repo	1,037,805.89	4.12500	118.92	
04AUG06	07AUG06	Repo	1,856,655.07	4.12500	638.23	
07AUG06	08AUG06	Repo	1,685,830.85	4.12500	193.17	
08AUG06	09AUG06	Repo	1,383,380.49	4.12500	158.51	
09AUG06	10AUG06	Repo	1,343,369.48	4.06250	151.60	
10AUG06	11AUG06	Repo	1,244,938.99	4.06250	140.49	
11AUG06	14AUG06	Repo	1,189,905.74	4.06250	402.83	
14AUG06	15AUG06	Repo	2,070,985.09	4.12500	237.30	
15AUG06	16AUG06	Repo	1,120,636.79	4.18750	130.35	
16AUG06	17AUG06	Repo	1,087,543.73	4.06250	122.73	
17AUG06	18AUG06	Repo	791,155.22	3.81250	83.79	
18AUG06	21AUG06	Repo	768,420.67	3.81250	244.13	
21AUG06	22AUG06	Repo	1,082,045.81	4.06250	122.11	
22AUG06	23AUG06	Repo	984,305.74	3.81250	104.24	
23AUG06	24AUG06	Repo	480,488.33	3.81250	50.89	
24AUG06	25AUG06	Repo	444,709.51	3.87500	47.87	
25AUG06	28AUG06	Repo	922,738.48	3.87500	297.97	
28AUG06	29AUG06	Repo	902,008.21	3.87500	97.09	
29AUG06	30AUG06	Repo	1,883,687.12	4.12500	215.84	
30AUG06	31AUG06	Repo	1,665,057.52	4.06250	187.90	
					4,043.80	29,613.83
Monthly Interest Earned						33,657.63

For inquiries regarding this account please contact your account officer.

Canutillo Independent School District
Quarterly Summary of Repurchase Agreements

Health Insurance Fund

08/31/2006



WELLS FARGO BANK, N.A.
 101 N. PHILLIPS AVENUE
 SIOUX FALLS, SD 57117-5128

InvestAccount
 Account Summary

Customer:

CANUTILLO INDEPENDENT SCHOOL DIST
 7273 BOSQUE ROAD
 PO BOX 100
 CANUTILLO, TX 79835

Account No: 00727730XXX
 Cust. No: 16192
 Period Ending: 30JUN06

31,290.44

Trans. Date	Maturity Date	Description	Dollar Amount	Rate	Interest Earned
31MAY06	01JUN06	Repo	1,689,880.89	3.93750	184.83
01JUN06	02JUN06	Repo	1,693,694.62	3.87500	182.31
02JUN06	05JUN06	Repo	2,031,072.63	3.87500	655.87
05JUN06	06JUN06	Repo	2,016,403.49	3.87500	217.04
06JUN06	07JUN06	Repo	2,001,951.55	3.87500	215.49
07JUN06	08JUN06	Repo	1,985,930.17	3.81250	210.32
08JUN06	09JUN06	Repo	1,981,183.88	3.87500	213.25
09JUN06	12JUN06	Repo	1,944,949.32	3.87500	628.06
12JUN06	13JUN06	Repo	1,934,871.99	3.87500	208.27
13JUN06	14JUN06	Repo	1,931,550.52	3.87500	207.91
14JUN06	15JUN06	Repo	1,922,745.48	3.87500	206.96
15JUN06	16JUN06	Repo	1,920,532.27	3.87500	206.72
16JUN06	19JUN06	Repo	1,915,518.68	3.81250	608.58
19JUN06	20JUN06	Repo	1,755,282.21	3.81250	185.89
20JUN06	21JUN06	Repo	1,816,489.02	3.81250	192.37
21JUN06	22JUN06	Repo	1,759,610.72	3.81250	186.35
22JUN06	23JUN06	Repo	1,714,176.74	3.87500	184.51
23JUN06	26JUN06	Repo	1,701,545.02	3.81250	540.60
26JUN06	27JUN06	Repo	1,692,020.83	3.87500	182.13
27JUN06	28JUN06	Repo	1,677,576.28	3.87500	180.57
28JUN06	29JUN06	Repo	1,674,727.09	3.93750	183.17
29JUN06	30JUN06	Repo	1,664,410.17	4.00000	184.93

Monthly Interest Earned

5,966.13

37,256.57

For inquiries regarding this account please contact your account officer.



WELLS FARGO BANK, N.A.
 101 N. PHILLIPS AVENUE
 SIOUX FALLS, SD 57117-5128

InvestAccount
 Account Summary

Customer:

CANUTILLO INDEPENDENT SCHOOL DIST
 7273 BOSQUE ROAD
 PO BOX 100
 CANUTILLO, TX 79835

Account No: 00727730XXX
 Cust. No: 16192
 Period Ending: 31JUL06

Trans. Date	Maturity Date	Description	Dollar Amount	Rate	Interest Earned	37,256.57
30JUN06	03JUL06	Repo	1,660,717.97	4.12500	570.87	
03JUL06	05JUL06	Repo	1,649,543.28	4.18750	383.75	
05JUL06	06JUL06	Repo	1,990,124.16	4.12500	228.04	
06JUL06	07JUL06	Repo	1,923,885.94	4.12500	220.45	
07JUL06	10JUL06	Repo	1,922,506.50	4.12500	660.86	
10JUL06	11JUL06	Repo	1,907,867.73	4.12500	218.61	
11JUL06	12JUL06	Repo	1,872,791.66	4.06250	211.34	
12JUL06	13JUL06	Repo	1,754,815.20	4.12500	201.07	
13JUL06	14JUL06	Repo	1,743,136.40	4.12500	199.73	
14JUL06	17JUL06	Repo	1,736,321.21	4.12500	596.86	
17JUL06	18JUL06	Repo	1,722,785.32	4.12500	197.40	
18JUL06	19JUL06	Repo	1,716,358.95	4.06250	193.69	
19JUL06	20JUL06	Repo	1,709,964.42	4.06250	192.96	
20JUL06	21JUL06	Repo	1,704,613.64	4.06250	192.36	
21JUL06	24JUL06	Repo	1,699,497.15	4.06250	575.35	
24JUL06	25JUL06	Repo	1,674,107.11	4.06250	188.92	
25JUL06	26JUL06	Repo	1,654,786.62	4.06250	186.74	
26JUL06	27JUL06	Repo	1,640,898.49	4.06250	185.17	
27JUL06	28JUL06	Repo	1,612,585.17	4.06250	181.98	
28JUL06	31JUL06	Repo	1,600,867.98	4.12500	550.30	
Monthly Interest Earned					6,136.45	43,393.02

For inquiries regarding this account please contact your account officer.



WELLS FARGO BANK, N.A.
 101 N. PHILLIPS AVENUE
 SIOUX FALLS, SD 57117-5128

InvestAccount
 Account Summary

Customer:

CANUTILLO INDEPENDENT SCHOOL DIST
 7273 BOSQUE ROAD
 PO BOX 100
 CANUTILLO, TX 79835

Account No: 00727730XXX
 Cust. No: 16192
 Period Ending: 31AUG06

Trans. Date	Maturity Date	Description	Dollar Amount	Rate	Interest Earned	43,872.24
31JUL06	01AUG06	Repo	1,586,116.32	4.12500	181.74	
01AUG06	02AUG06	Repo	1,583,516.32	4.12500	181.44	
02AUG06	03AUG06	Repo	1,579,756.37	4.06250	178.27	
03AUG06	04AUG06	Repo	1,543,474.88	4.12500	176.86	
04AUG06	07AUG06	Repo	1,537,947.53	4.12500	528.67	
07AUG06	08AUG06	Repo	1,525,480.33	4.12500	174.79	
08AUG06	09AUG06	Repo	1,521,244.82	4.12500	174.31	
09AUG06	10AUG06	Repo	1,514,574.46	4.06250	170.92	
10AUG06	11AUG06	Repo	1,509,699.50	4.06250	170.37	
11AUG06	14AUG06	Repo	1,473,772.57	4.06250	498.93	
14AUG06	15AUG06	Repo	1,469,923.79	4.12500	168.43	
15AUG06	16AUG06	Repo	1,480,639.24	4.18750	172.23	
16AUG06	17AUG06	Repo	1,474,563.57	4.06250	166.40	
17AUG06	18AUG06	Repo	1,467,907.83	4.06250	165.65	
18AUG06	21AUG06	Repo	1,462,115.14	4.06250	494.99	
21AUG06	22AUG06	Repo	1,454,249.70	4.06250	164.11	
22AUG06	23AUG06	Repo	1,507,520.59	4.06250	170.12	
23AUG06	24AUG06	Repo	1,757,880.99	4.06250	198.37	
24AUG06	25AUG06	Repo	1,748,170.04	4.12500	200.31	
25AUG06	28AUG06	Repo	1,724,589.05	4.12500	592.83	
28AUG06	29AUG06	Repo	1,646,488.96	4.12500	188.66	
29AUG06	30AUG06	Repo	1,642,019.73	4.12500	188.15	
30AUG06	31AUG06	Repo	1,530,153.05	4.06250	172.67	

Monthly Interest Earned

5,479.22

48,872.24

For inquiries regarding this account please contact your account officer.

Performance

As of August 31, 2006

Current Invested Balance	\$892,640,772.66
Weighted Average Maturity (1)*	37 Days
Weighted Average Maturity (2)*	80 Days
Net Asset Value	.999990
Total Number of Participants	377
Management Fee on Invested Balance	0.0875%
Interest Distributed	\$4,363,422.21
Management Fee Collected	\$71,114.40
Standard & Poor's Current Rating	AAAm

August Averages:

Average Invested Balance	\$956,874,886.94
Average Monthly Yield, on a simple basis	5.2818%
Average Weighted Average Maturity (1)*	25 Days
Average Weighted Average Maturity (2)*	65 Days

*Definition of Weighted Average Maturity (1) & (2)

- (1) This weighted average maturity calculation uses the SEC Rule 2a-7 definition for stated maturity for any floating rate instrument held in the portfolio to determine the weighted average maturity for the pool. This Rule specifies that a variable rate instrument to be paid in 397 calendar days or less shall be deemed to have a maturity equal to the period remaining until the next readjustment of the interest rate.
- (2) This weighted average maturity calculation uses the final maturity of any floating rate instruments held in the portfolio to calculate the weighted average maturity for the pool.

Economic Outlook

The economic reports released in August pointed to further slowing in the pace of economic activity. Payrolls increased by an unimpressive 128,000 in August (versus a 4-month average of 160,000 in the beginning of the year) while the unemployment rate edged down to 4.7%. Despite a slowdown in the pace of hiring, the number of layoffs has not yet accelerated, as exhibited by the stability in jobless claims data since June. The combination of a cooling housing market, still-elevated gas prices, and the perception of deteriorating labor market conditions translated into a decline in both the Conference Board Consumer Confidence and the University of Michigan Consumer Sentiment gauges last month.

Housing data released throughout the month signaled further weakening in that sector. Both new and existing home sales declined in July, with the latter (which accounts for about 85% of the housing market) falling for the fourth consecutive month. In addition, the weekly MBA index of purchase applications slipped for three consecutive weeks in August, dropping to its lowest level since November 2003.

U.S. Treasury yields dropped across the curve this month with the three-month Treasury bill down 1 basis point (bp) to end at 5.04%. Meanwhile, the LIBOR curve flattened, as the spread between one-month and 12-month yields decreased from 15 bps at the end of July to 8 bps at the end of August. The moderation in growth helped slow the acceleration in inflation. Core CPI edged up by 0.2% (its smallest gain in five months) in July, pushing its year-on-year increase to 2.7% from 2.6%.

Fed is expected to stay on the sidelines in the September and October meetings and that the probability of further Fed tightening in the December meeting will be dependent on real economic data as opposed to price data. Third quarter GDP growth is anticipated to range from 2.25% – 2.50% with the manufacturing sector to remain healthy for the balance of the year as economic growth picks up overseas.

News

Conference News

LOGIC will be at the County Treasurers Association of Texas Annual Conference in Beaumont on September 19-21, 2006. Please come by our booth and visit with your LOGIC representatives.

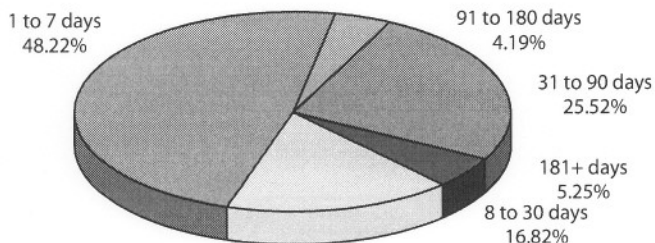
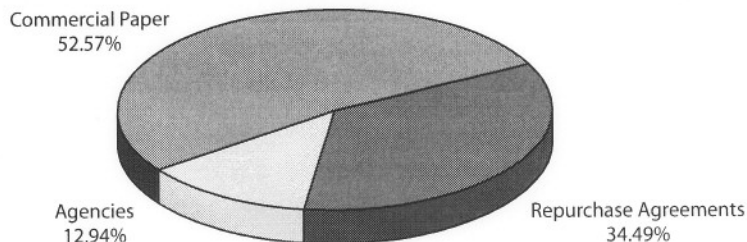
Audit Confirmations

With fiscal year end nearing for many participants, your auditors may wish to begin submitting confirmations for your LOGIC pool balances. The address for this correspondence has changed with the conversion in Pool Administrators last year. Please send audit confirmation requests to the following address:

LOGIC Participant Services
c/o First Southwest Asset Management, Inc.
325 North St. Paul Street, Suite 800
Dallas, Texas 75201

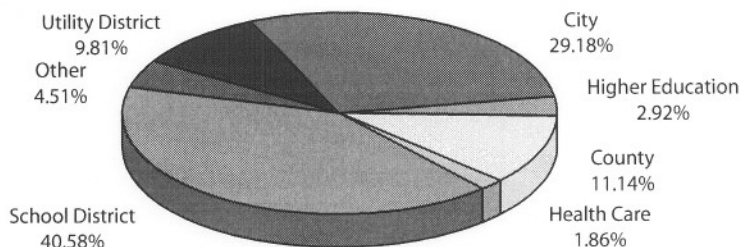
Information at a Glance

Portfolio by Type of Investment As of August 31, 2006



Portfolio by Maturity As of August 31, 2006

Distribution of Participants by Type As of August 31, 2006



History

Historical Program Information

Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Aug 06	5.2818%	\$ 892,640,772.66	\$ 892,631,935.52	0.999990	25	65	377
Jul 06	5.2381%	955,577,485.48	955,523,945.67	0.999943	21	53	377
Jun 06	5.0339%	945,027,346.09	945,020,173.41	0.999854	20	47	377
May 06	4.9386%	943,774,494.55	943,695,222.64	0.999916	22	45	377
Apr 06	4.7444%	968,353,292.38	968,230,418.80	0.999873	16	38	376
Mar 06	4.5529%	1,006,195,726.14	1,006,122,884.58	0.999885	16	28	376
Feb 06	4.4846%	1,104,608,112.27	1,104,539,876.57	0.999938	18	27	376
Jan 06	4.2862%	1,044,735,584.63	1,044,681,647.41	0.999948	18	31	377
Dec 05	4.0946%	784,698,537.58	784,500,841.53	0.999693	27	50	376
Nov 05	3.8773%	610,757,327.19	610,198,051.57	0.999084	35	67	376
Oct 05	3.6964%	683,175,157.33	682,721,254.18	0.999335	39	75	376
Sep 05	3.5409%	792,273,360.73	792,020,754.01	0.999587	41	63	376
Aug 05	3.3977%	830,811,393.00	829,980,529.00	0.999700	46	63	376

Assets

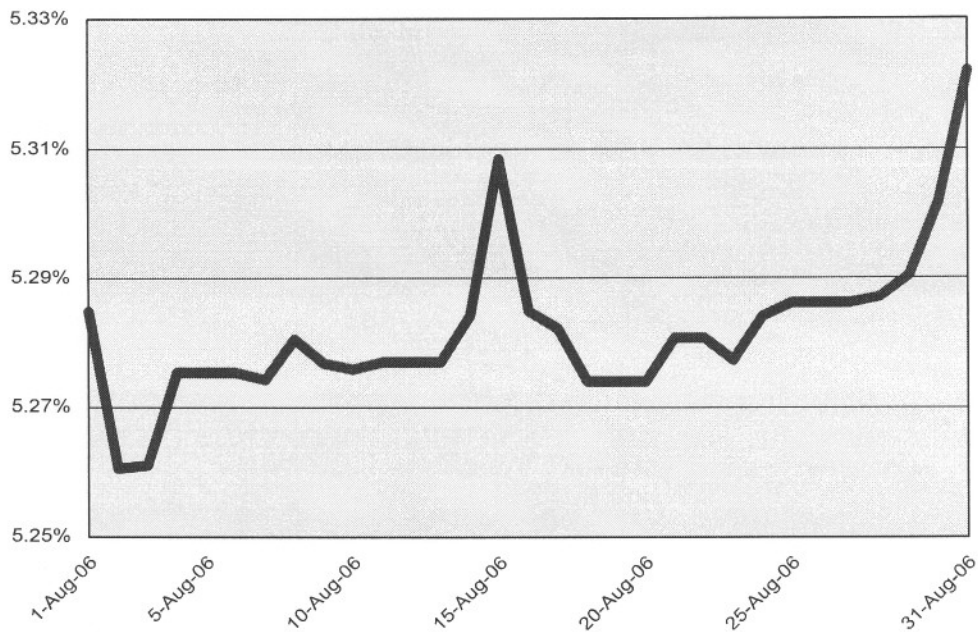
Portfolio Asset Summary as of August 31, 2006

	Book Value	Market Value
Uninvested Balance	\$ 68,101.89	\$ 68,101.89
Accrual of Interest Income	802,888.87	802,888.87
Interest and Management Fees Payable	(4,376,459.18)	(4,376,459.18)
Payable for Investment Purchased	(24,671,388.89)	(24,671,388.89)
Repurchase Agreements	319,136,000.00	319,136,000.00
Commercial Paper	483,344,310.84	483,326,055.83
Government Securities	118,337,319.13	118,346,737.00
Total	\$ 892,640,772.66	\$ 892,631,935.52

Market value of collateral supporting the Repurchase Agreements is 80% of the Book Value. The portfolio is managed by J.P. Morgan Chase & Co. and the assets are safekept in a separate custodial account at the Federal Reserve Bank in the name of LOGIC. The only source of payment to the Participants are the assets of LOGIC. There is no secondary source of payment for the pool such as insurance or guarantee. Should you require a copy of the portfolio, please contact LOGIC Participant Services.

Daily Rates

LOGIC Daily Rates for August 2006



Daily Summary

Daily Summary for August 2006

Date	Mny Mkt Fund Equiv. [SEC Std.]	Daily Allocation Factor	LOGIC Invested Balance	Market Value Per Share	WAM Days (1)*	WAM Days (2)*
1-Aug-06	5.2848%	0.0001447890	949,450,757.77	0.999934	22	62
2-Aug-06	5.2606%	0.0001441250	960,411,760.88	0.999949	21	61
3-Aug-06	5.2611%	0.0001441400	956,604,466.45	0.999949	21	60
4-Aug-06	5.2754%	0.0001445320	972,144,292.52	0.999941	22	61
5-Aug-06	5.2754%	0.0001445320	972,144,292.52	0.999941	22	61
6-Aug-06	5.2754%	0.0001445320	972,144,292.52	0.999941	22	61
7-Aug-06	5.2743%	0.0001445000	971,234,915.11	0.999969	21	60
8-Aug-06	5.2805%	0.0001446700	972,971,186.33	0.999969	22	61
9-Aug-06	5.2768%	0.0001445700	980,219,920.79	0.999982	24	62
10-Aug-06	5.2759%	0.0001445440	976,858,234.01	0.999986	25	63
11-Aug-06	5.2770%	0.0001445760	987,508,882.93	0.999987	24	62
12-Aug-06	5.2770%	0.0001445760	987,508,882.93	0.999987	24	62
13-Aug-06	5.2770%	0.0001445760	987,508,882.93	0.999987	24	62
14-Aug-06	5.2841%	0.0001447700	959,202,053.15	0.999986	24	63
15-Aug-06	5.3085%	0.0001454370	930,688,018.60	0.999984	24	65
16-Aug-06	5.2848%	0.0001447900	928,338,209.09	0.999985	26	65
17-Aug-06	5.2821%	0.0001447160	940,486,832.54	0.999992	26	65
18-Aug-06	5.2740%	0.0001444930	937,239,432.41	0.999997	24	64
19-Aug-06	5.2740%	0.0001444930	937,239,432.41	0.999997	24	64
20-Aug-06	5.2740%	0.0001444930	937,239,432.41	0.999997	24	64
21-Aug-06	5.2807%	0.0001446770	930,964,602.08	0.999996	23	67
22-Aug-06	5.2807%	0.0001446770	957,721,208.94	0.999998	22	66
23-Aug-06	5.2773%	0.0001445840	953,109,396.11	0.999995	22	65
24-Aug-06	5.2840%	0.0001447670	972,327,914.55	0.999993	23	66
25-Aug-06	5.2861%	0.0001448250	965,232,412.66	0.999988	31	71
26-Aug-06	5.2861%	0.0001448250	965,232,412.66	0.999988	31	71
27-Aug-06	5.2861%	0.0001448250	965,232,412.66	0.999988	31	71
28-Aug-06	5.2870%	0.0001448500	961,025,328.12	0.999994	31	71
29-Aug-06	5.2904%	0.0001449420	970,726,002.45	0.999968	34	73
30-Aug-06	5.3017%	0.0001452520	911,764,854.08	0.999982	37	79
31-Aug-06	5.3220%	0.0001458080	892,640,772.66	0.999990	37	80
Average	5.2818%	0.000144706	956,874,886.94		25	65



Local Government Investment Cooperative
 LOGIC Participant Services
 c/o First Southwest Asset Management, Inc.
 325 North St. Paul Street, Suite 800
 Dallas, TX 75201

LOGIC Board

LOGIC Board Members

Philip G. Roberson	Arlington ISD	Board President
Fred L. Werner	City of Grapevine	Board Vice President
Judd R. Sanderson	North Texas Municipal Water District	Board Treasurer / Investment Officer
Kandy Daniel	City of Beaumont	Board Member

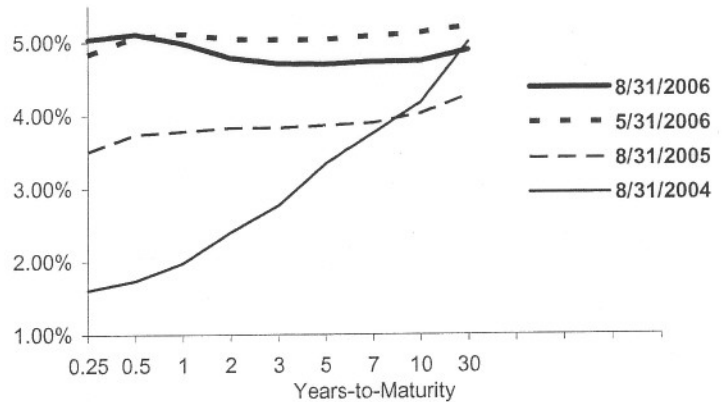
Contacts

For more information contact LOGIC Participant Services ★ 1-800-895-6442 ★ www.logic.org



The Treasury bond market traded higher in the three-month period ending in August as yields fell 26 to 39 basis points across the curve. The yield curve was slightly inverted as the yield of the two-year note was slightly higher than that of the five- and ten-year notes. The equity markets also traded higher during the three-month period as the Dow, NASDAQ, and S&P 500 indexes gained 1.9, 0.2 and 2.7 percent, respectively. As expected, the Federal Reserve raised the target overnight interest rate at the June 29 FOMC meeting by 25 basis points to 5.25 percent. At the August 8 FOMC meeting the Fed voted to leave the target rate unchanged at 5.25% for the first time in 17 meetings. The producer price index was much lower than expected, rising by just 0.1 percent in July. The first revision of the second quarter GDP was slightly higher than the original estimate. The measure of economic growth was revised to 2.9 from 2.5 percent. The next FOMC meeting is scheduled for September 20. The market is not expecting the Fed to take any action.

U.S. Treasury Yield Curves



Liquidity Fund

Duration 0.08201

	Participant Assets	Market Value
Beginning-of-Quarter Balance	547,242,595.14	547,201,638.59
Deposits	188,978,007.03	
Withdrawals	<u>(388,816,733.20)</u>	
End-of-Quarter Balance	347,403,868.97	347,390,185.40

Liquidity Plus Fund

Duration 0.05620

	Participant Assets	Market Value
Beginning-of-Quarter Balance	2,577,138,199.05	2,576,919,594.44
Deposits	955,645,370.81	
Withdrawals	<u>(1,815,766,328.95)</u>	
End-of-Quarter Balance	1,717,017,240.90	1,716,867,496.13

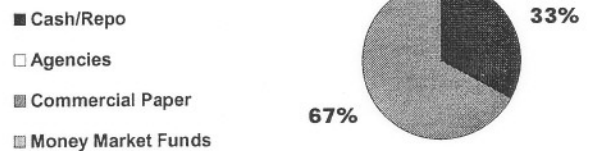
Liquidity Corporate Fund

Duration 0.07887

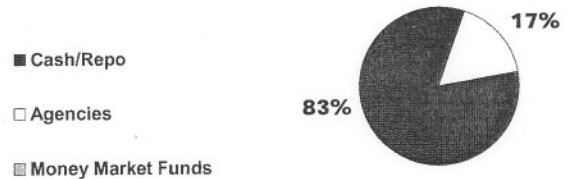
	Participant Assets	Market Value
Beginning-of-Quarter Balance	1,062,771,970.71	1,062,644,538.96
Deposits	1,094,599,181.69	
Withdrawals	<u>(1,288,075,338.72)</u>	
End-of-Quarter Balance	869,295,813.68	869,247,259.77

Investment Distribution by Fund

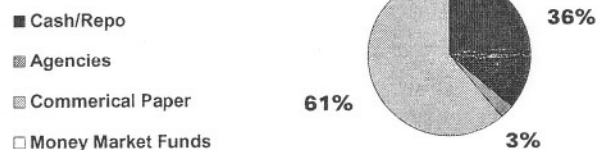
Liquidity Fund



Liquidity Plus Fund



Liquidity Corporate Fund



Returns

	June		July		August	
	Average Rate	7-day SEC Yield	Average Rate	7-day SEC Yield	Average Rate	7-day SEC Yield
Liquidity Fund	4.94%	5.02%	5.11%	5.15%	5.17%	5.19%
Liquidity Plus Fund	4.92%	4.99%	5.16%	5.17%	5.15%	5.16%
Liquidity Corporate Fund	4.94%	5.01%	5.13%	5.17%	5.18%	5.20%

William Mastrodicasa
William Mastrodicasa

Chris Staniszlo
Chris Staniszlo

Lone Star Investment Pool Investment Officers

Liquidity Fund

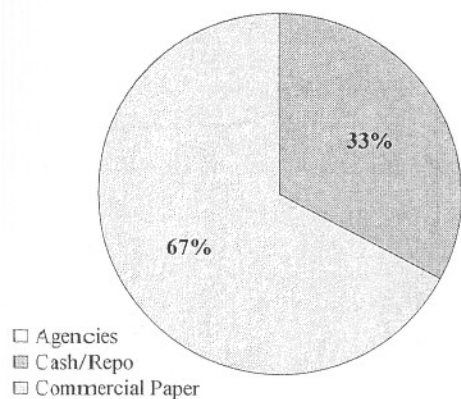
Return Information

Average Monthly Return (a)	5.17%
SEC 30-Day Yield (a)	5.14%
SEC 7-Day Yield (a)	5.19%
Weighted Average Maturity One (b)	28 Days
Weighted Average Maturity Two (b)	28 Days
Portfolio Maturing beyond One year	0%
Net Asset Value	\$1.00
Annualized Expense Ratio	0.18%
Standard & Poor's Rating	AAAm

Inventory Position

	Book Value	Market Value
Cash Repo	113,844,589	113,844,589
Agencies	-	-
Commercial Paper	233,559,280	233,545,596
Money Market Funds	-	-
Total Assets	347,403,869	347,390,185

Investment Distribution



Liquidity Plus Fund

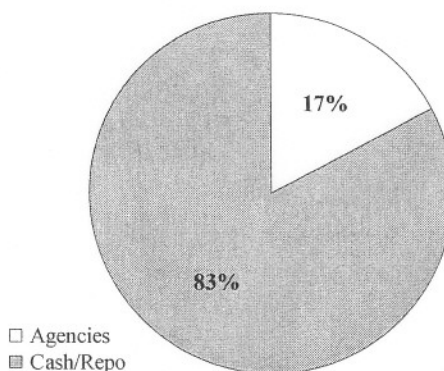
Return Information

Average Monthly Return (a)	5.15%
SEC 30-Day Yield (a)	5.10%
SEC 7-Day Yield (a)	5.16%
Weighted Average Maturity One (b)	19 Days
Weighted Average Maturity Two (b)	34 Days
Portfolio Maturing beyond One year	0%
Net Asset Value	\$0.50
Annualized Expense Ratio	0.18%
Standard & Poor's Rating	AAAf/S1+

Inventory Position

	Book Value	Market Value
Cash Repo	1,421,228,450	1,421,228,450
Agencies	295,788,791	295,639,047
Money Market Funds	-	-
Total Assets	1,717,017,241	1,716,867,496

Investment Distribution



Liquidity Corporate Fund

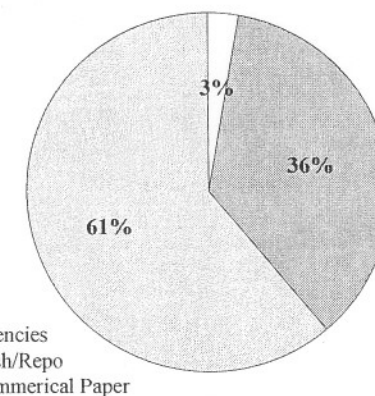
Return Information

Average Monthly Return (a)	5.18%
SEC 30-Day Yield (a)	5.15%
SEC 7-Day Yield (a)	5.20%
Weighted Average Maturity One (b)	27 Days
Weighted Average Maturity Two (b)	32 Days
Portfolio Maturing beyond One year	0%
Net Asset Value	\$0.50
Annualized Expense Ratio	0.18%
Standard & Poor's Rating	AAAf/S1+

Inventory Position

	Book Value	Market Value
Cash Repo	315,219,654	315,219,654
Agencies	23,495,681	23,478,125
Commercial Paper	530,580,479	530,549,481
Money Market Funds	-	-
Total Assets	869,295,814	869,247,260

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 formula. 84

(b) The weighted average maturity one calculation uses the industry standard definition of state maturity for floating rate instruments, the number of days until the next reset date. The weighted average maturity two calculation uses the final maturity of any floating rate instruments, as opined in Texas Attorney General Opinion No. JC0359.



Notes

August 2006

For more information, call MBIA Asset Management at (800)395-5505
Fax: (800)765-7600

You may now view and print your Participant Profile on Client Connection. Under Summaries and Reports, click on Statement Reports and then Participant Profile. Follow instructions to make revisions to your Participant information.

As a registered investment adviser, we are required to furnish you with a copy of our ADV Part II of the SEC registration form. If you would like a copy of this form, please contact us at 800-395-5505.

The following information is provided in accordance with Texas state statute 2256.0016. As of August 31, 2006, the portfolio contained the following securities by type:

US Government Agency Bond - 14.70%, US Commercial Paper - 16.02%, US Commercial Paper Floating Rate Note - 11.74%, US Government Agency Discount Note - 0.57%, US Government Agency Floating Rate Note - 0.64%, Taxable Municipal Bond - 1.95%, Short Term Investment Fund - 47.01%, Collateralized Deposit Account - 7.37%

The portfolio is marked to market at the end of each business day.

Current information can be provided to you by calling your Client Service Representative at 1-800-395-5505.

Market Value at 8/31/2006 -	\$1,700,319,539.38
Amortized Cost at 8/31/2006 -	\$1,700,839,523.69
Difference -	(\$519,984.31)

The current LOC for the portfolio is \$5,000,000.

The NAV on 8/31/2006 is equal to 1.00

Dollar Weighted Average Maturity - 31 days
The final maturity dates of all securities were less than one year.

The custodial bank for Texas CLASS is Wells Fargo, TX.



For more information, call MBIA Asset Management at (800)395-5505
Fax: (800)765-7600

The portfolio manager of MBIA Capital Management Corp, sub-advisor for Texas CLASS, is Byron Gehlhardt.

There were no changes to the Third Amended and Restated Trust Agreement.

For the month of August 2006, MBIA Municipal Investors Service Corporation, in its role as Program Administrator, accrued fees of \$94,951 based on average assets for Texas CLASS of \$1,863,277,180. The fee is accrued on a daily basis by multiplying the value of the investment property as determined each day by the fee rate of 20 basis points (.0020) divided by 365 Days. MBIA reserves the right to abate fees listed in the Third Amended and Restated Trust Agreement. The monthly fee is the sum of all daily fee accruals for the month of August. The fee is paid monthly upon notification to the custodial bank. As of August 31, 2006 the fee was 6 basis points.

MBIA Asset Management Client Services will be closed on Monday, October 9th for Columbus Day.

Credit Products
Credit Analysis

Texas Cooperative Liquid Assets Securities System

Rating

Texas Cooperative Liquid
Assets Securities System AAA/VI+

Analysts

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Michael Gerity
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michael.gerity@fitchratings.com

Summary Data

Inception Date: March 8, 1996
Assets: \$1.537 billion (as of Sept. 17, 2004)
Dividends: Accrued and paid daily
Investment Adviser/Administrator:
MBIA Municipal Investors Service Corp.
1 800 395-5505

■ Summary

Texas Cooperative Liquid Assets Securities System (CLASS) is rated 'AAA/VI+'. Local government investment cooperatives in this rating category meet the highest standards for credit quality, conservative investment policies, and safety of principal. The rating also reflects the portfolio's strong ability to provide participants with a constant \$1.00 per share valuation at all times. The cooperative invests in a high-quality portfolio of investments legally permissible for Texas local government entities pursuant to the Texas Public Funds Investment Act. Portfolio reports are submitted to Fitch Ratings weekly.

■ Rating Considerations

- Extremely strong credit quality resulting from the cooperative's portfolio assets, investment practices, and management controls.
- Minimal market risk by virtue of conservative investment practices and weighted average maturity (WAM) limits.
- High degree of liquidity sufficient to meet anticipated and unanticipated withdrawals.
- An irrevocable letter of credit (LOC) providing additional support to a constant share valuation.

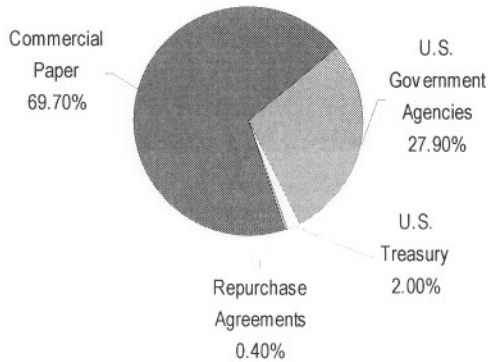
■ Investment Practices

The objective of the cooperative is to invest in only legally permissible investments, provide safety of participants' principal, ensure portfolio liquidity as required to finance participants' operations, and maximize current income to the degree consistent with legality, safety, and liquidity. Permitted investments of the cooperative include U.S. Treasury securities, obligations of or securities guaranteed by U.S. government agencies and instrumentalities, commercial paper (CP), bankers' acceptances, and repurchase agreements. In addition, such securities also must be permitted by Rule 2a-7 of the Investment Company Act of 1940, even though the rule and the act are not applicable to the cooperative. Repurchase agreements are entered into only with highly rated counterparties, usually on an overnight basis.

The portfolio's investment strategy combines a high concentration in overnight investments for liquidity, primarily via repurchase agreements with longer term investments of varying maturities. Currently, the cooperative's assets consist of U.S. Treasury bills and notes, U.S. agency securities, domestic CP, and repurchase agreements collateralized with U.S. Treasury securities (*see Portfolio Composition chart, page 2*). This strategy provides for a high degree of short-term liquidity, facilitates Texas CLASS's ability to satisfy participants' ongoing liquidity requirements, and minimizes exposure to interest rate volatility through prudent management of the WAM of all portfolio investments. As of Sept. 17, 2004, the WAM of all portfolio securities was 42 days.

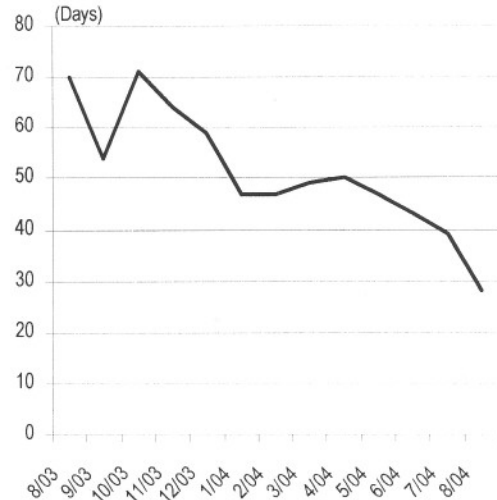
December 16, 2004

Portfolio Composition
(As of Sept. 17, 2004)



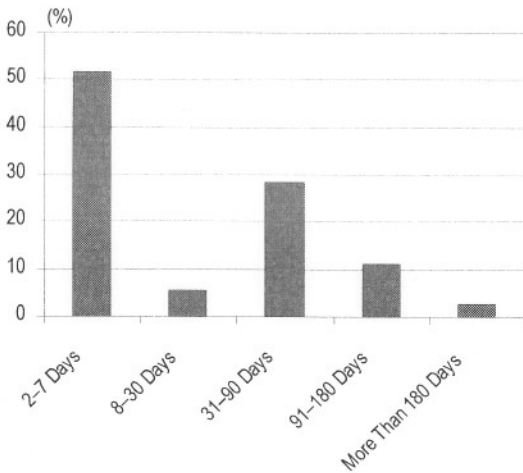
Additionally, the program administrator has provided for the establishment of a LOC for the benefit of the cooperative. The LOC of \$5 million from J.P. Morgan Chase & Co. provides additional support to a constant share valuation, if needed. The size of the LOC may be adjusted quarterly based on the difference between the amortized cost method and mark-to-market method of valuation, up to a maximum of 1% of the value of the cooperative's assets. The program administrator is required to

Portfolio Weighted Average Maturity



cause the LOC to be drawn if the proceeds of the sale of the cooperative's assets are insufficient to fund the payment of a participant's balance, or if the cooperative fails to meet valuation deviation standards for money market funds employing the amortized cost method set forth in Rule 2a-7, as if the rule was applicable to the cooperative. Rule 2a-7 requires corrective action if the market value of a money market fund falls to 99.5 cents on the dollar. Thus, the LOC provides additional support of a constant share valuation, if needed.

Portfolio Maturity Profile
(As of Sept. 17, 2004)



■ Liquidity Management

Texas CLASS conservatively manages its maturity profile through investing a significant concentration of the portfolio in securities with maturities of seven days or less. This strategy ensures a high degree of liquidity designed to meet participants' anticipated and unanticipated operating needs. The ability to meet withdrawals as required is paramount since the cooperative offers participants complete daily liquidity. The portfolio's conservative approach to liquidity is reflected in its WAM limits and concentration in short-term investments. As of Sept. 17, 2004, approximately 70% of the Texas CLASS portfolio was invested in CP (see chart, above left). Management incorporates participant cash flow forecasts in structuring the portfolio. Participants' cash flow patterns are predictable and depend on seasonal receipt of tax proceeds. Cash flow forecasts are monitored to incorporate significant changes in participants' operating

requirements and to ensure cash availability at a constant share value.

■ Credit Quality

The cooperative has the highest credit quality on the basis of portfolio assets, investment practices, diversification standards, operational controls, and management oversight. As of Sept. 17, 2004, Texas CLASS invested approximately 30% of its assets in 'AAA' quality U.S. agency and U.S. government-sponsored or guaranteed securities. At the time of purchase, all short-term investments were considered to be of first-tier credit quality. Additional protection is provided by the LOC issued from J.P. Morgan Chase & Co.

■ Organization

Texas CLASS was organized in March 1996 under an agreement executed by Texas local governmental

entities in accordance with the Texas Public Funds Investment Act and Texas Government Code. Texas CLASS fully became operational in April 1996. MBIA Municipal Investors Service Corp. (MBIA-MISC) serves as investment adviser and administrator to the cooperative, subject to the overall supervision of the participants. MBIA-MISC, through a subadvisory agreement with MBIA Capital Management Corp., advises on permitted investments and arranges for the execution of securities transactions. Bank One Texas, N.A. serves as custodian to the cooperative's assets. MBIA-MISC and MBIA Capital Management Corp. are wholly owned subsidiaries of MBIA Inc. Formed in 1990, MBIA-MISC currently provides investment management services for public entities and local government investment pools and cooperatives, with approximately \$6.5 billion of total assets in 13 states and Puerto Rico as of Sept. 30, 2004.

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Texas CLASS Daily Rates August 2006

For more information, call MBIA Asset Management at (800)395-5505
Fax: (800)765-7600



<i>Date</i>	<i>Daily Rates</i>	<i>Annual Yield</i>
08/01/06	5.25%	5.39%
08/02/06	5.25%	5.39%
08/03/06	5.25%	5.39%
08/04/06	5.26%	5.40%
08/05/06	5.26%	5.40%
08/06/06	5.26%	5.40%
08/07/06	5.24%	5.38%
08/08/06	5.25%	5.39%
08/09/06	5.22%	5.36%
08/10/06	5.22%	5.36%
08/11/06	5.22%	5.36%
08/12/06	5.22%	5.36%
08/13/06	5.22%	5.36%
08/14/06	5.22%	5.35%
08/15/06	5.22%	5.36%
08/16/06	5.21%	5.35%
08/17/06	5.24%	5.38%
08/18/06	5.24%	5.38%
08/19/06	5.24%	5.38%
08/20/06	5.24%	5.38%
08/21/06	5.24%	5.37%
08/22/06	5.24%	5.38%
08/23/06	5.24%	5.38%
08/24/06	5.25%	5.39%
08/25/06	5.24%	5.38%
08/26/06	5.24%	5.38%
08/27/06	5.24%	5.38%
08/28/06	5.24%	5.38%
08/29/06	5.24%	5.38%
08/30/06	5.24%	5.37%
08/31/06	5.27%	5.41%
Average	5.24%	5.38%

Rates can vary over time. Past performance is no guarantee of future results.



Texas CLASS Portfolio Holdings August 2006

For more information, call MBIA Asset Management at (800)395-5505
Fax: (800)765-7600



Face Amount		Maturity Date	Yield/Rate	Value
FEDERAL FARM CREDIT BANK NOTES				
\$10,750,000.00	Federal Farm Credit Bank Notes	03/29/2007	5.20%	\$10,751,075.00
<hr/>				
\$10,750,000.00	TOTAL FEDERAL FARM CREDIT BANK NOTES			\$10,751,075.00
 FEDERAL HOME LOAN BANK NOTES				
\$20,000,000.00	Federal Home Loan Bank Notes	02/15/2007	4.91%	\$20,164,000.00
\$4,840,000.00	Federal Home Loan Bank Notes	10/16/2006	4.70%	\$4,823,060.00
\$8,000,000.00	Federal Home Loan Bank Notes	01/10/2007	4.83%	\$7,944,800.00
\$5,000,000.00	Federal Home Loan Bank Notes	11/22/2006	4.50%	\$4,989,500.00
\$11,155,000.00	Federal Home Loan Bank Notes	01/30/2007	4.94%	\$11,122,650.50
\$6,000,000.00	Federal Home Loan Bank Notes	02/22/2007	5.10%	\$5,988,600.00
\$15,000,000.00	Federal Home Loan Bank Notes	06/21/2007	5.59%	\$15,019,500.00



For more information, call MBIA Asset Management at (800)395-5505
Fax: (800)765-7600

FEDERAL HOME LOAN BANK NOTES

\$10,000,000.00	Federal Home Loan Bank Notes	02/23/2007	5.04%	\$9,978,000.00
\$10,000,000.00	Federal Home Loan Bank Notes	01/12/2007	4.80%	\$9,972,000.00
\$2,500,000.00	Federal Home Loan Bank Notes	01/16/2007	4.78%	\$2,484,750.00
\$5,000,000.00	Federal Home Loan Bank Notes	09/15/2006	4.36%	\$4,995,000.00
\$6,000,000.00	Federal Home Loan Bank Notes	12/29/2006	4.72%	\$5,941,800.00
\$10,000,000.00	Federal Home Loan Bank Notes	06/20/2007	5.62%	\$9,868,000.00

\$113,495,000.00 *TOTAL FEDERAL HOME LOAN BANK NOTES* **\$113,291,660.50**

FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES

\$10,000,000.00	Federal National Mortgage Association Notes	03/02/2007	5.19%	\$9,883,000.00
\$5,000,000.00	Federal National Mortgage Association Notes	01/12/2007	4.70%	\$4,957,000.00

\$15,000,000.00 *TOTAL FEDERAL NATIONAL MORTGAGE ASSOCIATION NOTES* **\$14,840,000.00**

FREDDIE MAC NOTES

\$15,000,000.00	FREDDIE MAC Notes	03/23/2007	5.24%	\$14,758,500.00
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For more information, call MBIA Asset Management at (800)395-5505
Fax: (800)765-7600

FREDDIE MAC NOTES

\$10,000,000.00	FREDDIE MAC Notes	10/15/2006	4.30%	\$9,967,000.00
\$10,000,000.00	FREDDIE MAC Notes	04/17/2007	5.27%	\$9,680,400.00
\$20,500,000.00	FREDDIE MAC Notes	03/15/2007	5.06%	\$20,328,620.00
\$10,000,000.00	FREDDIE MAC Notes	11/03/2006	4.50%	\$9,985,000.00
\$15,000,000.00	FREDDIE MAC Notes	11/24/2006	4.61%	\$14,971,500.00
\$11,000,000.00	FREDDIE MAC Notes	06/18/2007	5.40%	\$10,996,700.00
\$17,000,000.00	FREDDIE MAC Notes	02/12/2007	4.80%	\$16,955,800.00
\$13,000,000.00	FREDDIE MAC Notes	02/23/2007	4.80%	\$12,963,600.00
\$10,000,000.00	FREDDIE MAC Notes	05/11/2007	5.27%	\$9,993,000.00

\$131,500,000.00 TOTAL FREDDIE MAC NOTES

\$130,600,120.00

MUNICIPAL

\$32,900,000.00	Texas Public Finance Authority	10/04/2006	5.31%	\$32,900,000.00
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\$32,900,000.00 TOTAL MUNICIPAL

\$32,900,000.00

COMMERCIAL PAPER

\$19,000,000.00	AMSTERDAM FUNDING	09/13/2006	5.36%	\$18,966,180.00
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For more information, call MBIA Asset Management at (800)395-5505
Fax: (800)765-7600

COMMERCIAL PAPER

\$40,000,000.00	Windmill Funding I Corp	09/18/2006	5.36%	\$39,899,600.00
\$24,023,000.00	Thunder Bay Funding	09/18/2006	5.37%	\$23,962,462.04
\$25,000,000.00	Sheffield Receivables Co	09/11/2006	5.36%	\$24,963,000.00
\$29,500,000.00	Perry Global LLC Series A CP	09/15/2006	5.36%	\$29,439,230.00
\$55,000,000.00	Morgan Stanley Group Inc	04/05/2007	5.31%	\$55,011,000.00
\$25,000,000.00	Greenwich Capital Holdings Inc	12/08/2006	5.38%	\$25,001,750.00
\$30,000,000.00	Greenwich Capital Hldgs	11/06/2006	5.37%	\$30,002,700.00
\$9,000,000.00	Apresco Inc	09/18/2006	5.35%	\$8,977,410.00
\$20,000,000.00	Atlantis One Funding Corp	09/15/2006	5.36%	\$19,958,800.00
\$20,000,000.00	Atomium Funding Corp	09/20/2006	5.54%	\$19,943,600.00
\$27,000,000.00	Barton Capital Corp	09/15/2006	5.36%	\$26,944,380.00
\$20,000,000.00	Corporate Asset Funding	10/16/2006	5.44%	\$19,867,000.00
\$20,000,000.00	CIT Group Inc	10/12/2006	5.51%	\$19,879,200.00
\$40,000,000.00	Chesham Finance	08/23/2007	5.37%	\$40,000,000.00
\$20,000,000.00	Ciesco LP	09/20/2006	5.38%	\$19,944,000.00



For more information, call MBIA Asset Management at (800)395-5505
Fax: (800)765-7600

COMMERCIAL PAPER

\$50,000,000.00	EBURY FINANCE	09/29/2006	5.34%	\$49,792,500.00
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\$473,523,000.00	<i>TOTAL COMMERCIAL PAPER</i>			\$472,552,812.04
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OTHER SECURITIES

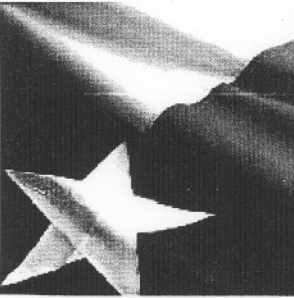
\$121,576,000.00	The Reserve Funds	08/31/2006	5.29%	\$121,576,000.00
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\$125,000,000.00	JPMorgan Chase CDA	08/31/2006	5.31%	\$125,000,000.00
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\$678,807,871.84	Wells Fargo	08/31/2006	5.33%	\$678,807,871.84
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\$925,383,871.84	<i>TOTAL OTHER SECURITIES</i>			\$925,383,871.84
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\$1,702,551,871.84	<i>TOTAL INVESTMENTS</i>			\$1,700,319,539.38
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TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

September 2006

PERFORMANCE

As of August 31, 2006

	TexPool	TexPool Prime
Current Invested Balance	\$12,523,429,818.78	\$828,720,283.83
Weighted Average Maturity (1)*	24 Days	22 Days
Weighted Average Maturity (2)*	47 Days	31 Days
Net Asset Value	0.99996	0.99993
Total Number of Participants	1,905	63
Management Fee on Invested Balance	0.05%	0.085%
Interest Distributed	\$57,607,359.06	\$4,000,079.21
Management Fee Collected	\$552,720.70	\$55,273.63
Standard & Poor's Current Rating	AAAm	AAAm

August Averages

	TexPool	TexPool Prime
Average Invested Balance	\$12,991,288,445.68	\$894,890,861.13
Average Monthly Yield, on a simple basis (3)*	5.2355%	5.2643%
Average Weighted Average Maturity (1)*	25 Days	23 Days
Average Weighted Average Maturity (2)*	47 Days	31 Days

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

Economic and Market Commentary – August 31, 2006

Citing the recent deceleration in economic growth, the Federal Reserve in early August suspended its monetary tightening campaign after 17 consecutive quarter-point increases in benchmark interest rates. Over the roughly three weeks following the FOMC meeting, the LIBOR money market yield curve between overnight and 12 months flattened from nearly 40 basis points to about 20 basis points amid mostly benign economic data and clear evidence of an abrupt slowdown in the housing sector. As of this writing, futures contracts assigned only about a 15 percent chance that the central bank will resume tightening in September.

We believe there is a slightly better than even chance that the August pause will turn into an outright end to the rate increases. While economic data will probably paint a somewhat fuzzy picture of growth and inflation in coming weeks, the sharp slowdown in the domestic housing market suggests that policymakers will have to be sensitive to the possibility of a monetary overshoot if the rate-raising campaign were to continue much longer. Given that the Fed's tightening cycle is either finished or very near to it, we nibbled selectively in six, nine, and 12-month maturities in both TexPool and TexPool Prime. In addition, we lengthened our target maturity range for core assets within TexPool Prime by about five days. However, we maintained our target maturity range for TexPool in reflection of the more dramatic flattening of the government yield curve that occurred in the immediate aftermath of the Fed's August 8 meeting.

Looking ahead, we do not expect that economic conditions will weaken to the point that a recession becomes likely next year. There is little doubt, however, that the Fed's attempt to engineer an economic soft-landing while inflation remains elevated is still in question, thus creating a highly fluid environment for short-term interest rates. The fact that the Fed has a new chairman only adds to the uncertainty. As always, we will continue to monitor events closely and to manage portfolios in a manner that extracts maximum value for our clients.

ANNOUNCEMENTS

New Participants

We would like to recognize and welcome the following entities who joined the TexPool/TexPool Prime program in August, 2006:

- Jacksboro ISD
- Fort Bend County MUD No. 117
- Denton County FWSD 8-C
- Cottonwood Creek MUD No. 1
- Fort Bend County MUD No. 151
- Abbott ISD
- Central ISD

Holiday Reminder

In observance of Columbus Day, TexPool will be closed on Monday, October 9, 2006. All ACH transactions placed on Friday, October 6, 2006 will settle on Tuesday, October 10, 2006. All transactions placed on TexConnect on October 9th will be given a transaction date of Tuesday, October 10th. Please plan accordingly for your liquidity needs.

Upcoming Events

09/16/06 – 09/23/06	CTAT Annual Conference	Beaumont
10/06/06 – 10/08/06	TASA/TASB Joint Conference	Houston



TexPool

PORTFOLIO ASSET SUMMARY AS OF August 31, 2006

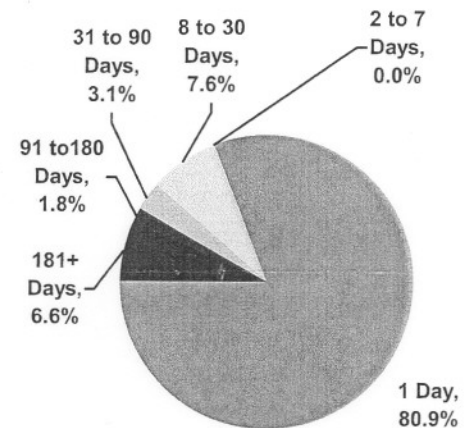
	Book Value	Market Value
Uninvested Balance	\$6,247.16	\$6,247.16
Accrual of Interest Income	21,377,837.75	21,377,837.75
Interest and Management Fees Payable	(57,735,158.37)	(57,735,158.37)
Payable for Investments Purchased	(66,000,000.00)	(66,000,000.00)
Repurchase Agreements	9,804,815,000.00	9,804,815,000.00
Mutual Fund Investments	0.00	0.00
Government Securities	2,820,965,892.24	2,820,542,555.59
Total	\$12,523,429,818.78	\$12,523,006,482.13

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investors and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool. The only source of payment to the Participants is the assets of TexPool. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

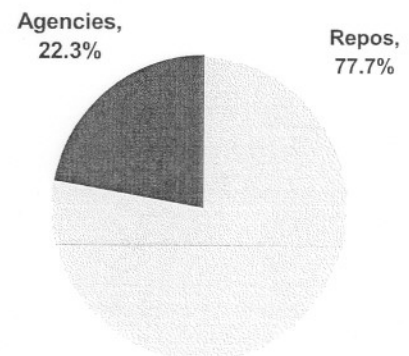
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
08/01	5.2337%	0.000143390	\$13,317,965,337.02	0.99999	21	44
08/02	5.2053%	0.000142612	\$13,312,462,380.32	0.99999	21	44
08/03	5.2079%	0.000142681	\$13,326,580,961.99	0.99998	22	45
08/04	5.2125%	0.000142809	\$13,333,982,479.05	1.00000	24	47
08/05	5.2125%	0.000142809	\$13,333,982,479.05	1.00000	24	47
08/06	5.2125%	0.000142809	\$13,333,982,479.05	1.00000	24	47
08/07	5.2249%	0.000143148	\$13,285,469,018.00	0.99998	24	45
08/08	5.2263%	0.000143187	\$13,254,092,391.34	0.99999	25	46
08/09	5.2155%	0.000142890	\$13,184,434,858.39	1.00001	25	46
08/10	5.2129%	0.000142818	\$13,162,251,258.32	1.00001	24	46
08/11	5.2188%	0.000142981	\$13,246,645,720.67	0.99999	26	47
08/12	5.2188%	0.000142981	\$13,246,645,720.67	0.99999	26	47
08/13	5.2188%	0.000142981	\$13,246,645,720.67	0.99999	26	47
08/14	5.2312%	0.000143321	\$12,945,480,359.83	0.99987	26	47
08/15	5.2830%	0.000144739	\$12,719,993,055.16	0.99998	26	48
08/16	5.2398%	0.000143557	\$12,737,142,208.43	1.00000	26	48
08/17	5.2442%	0.000143676	\$12,811,270,792.16	0.99998	26	48
08/18	5.2238%	0.000143119	\$12,831,865,755.32	0.99997	27	49
08/19	5.2238%	0.000143119	\$12,831,865,755.32	0.99997	27	49
08/20	5.2238%	0.000143119	\$12,831,865,755.32	0.99997	27	49
08/21	5.2403%	0.000143571	\$12,819,269,001.25	0.99997	25	46
08/22	5.2484%	0.000143792	\$12,961,498,209.81	0.99997	24	46
08/23	5.2414%	0.000143599	\$12,917,501,852.84	0.99997	24	46
08/24	5.2484%	0.000143793	\$12,846,564,351.15	0.99996	24	46
08/25	5.2505%	0.000143850	\$12,775,684,964.18	0.99996	25	47
08/26	5.2505%	0.000143850	\$12,775,684,964.18	0.99996	25	47
08/27	5.2505%	0.000143850	\$12,775,684,964.18	0.99996	25	47
08/28	5.2656%	0.000144264	\$12,732,161,250.64	0.99995	23	45
08/29	5.2624%	0.000144174	\$12,700,639,570.74	0.99994	23	45
08/30	5.2576%	0.000144044	\$12,607,198,382.09	0.99995	23	45
08/31	5.2944%	0.000145051	\$12,523,429,818.78	0.99996	24	47
Averages	5.2355%	0.000143438	\$12,991,288,445.68		25	47

Portfolio By Maturity
As of August 31, 2006



Portfolio By Type of Investment
As of August 31, 2006



	Number of Participants	Balance
School District	496	\$3,921,906,788.32
Higher Education	51	\$1,303,196,768.65
Health Care	74	\$483,275,683.68
Utility District	556	\$1,560,336,224.55
City	393	\$3,751,313,924.02
County	148	\$1,202,373,029.93
Other	187	\$276,519,566.34

Definition of Weighted Average Maturity (1) & (2)

- *(1) This weighted average maturity calculation uses the SEC Rule 2A-7 definition for stated maturity for any floating rate instrument held in the portfolio to determine the weighted average maturity for the pool. This rule specifies that a variable rate instrument to be paid in 397 calendar days or less shall be deemed to have a maturity equal to the period remaining until the next readjustment of the interest rate.
- *(2) This weighted average maturity calculation uses the final maturity of any floating rate instruments held in the portfolio to calculate the weighted average maturity for the pool.

TexPool Prime

PORTFOLIO ASSET SUMMARY AS OF August 31, 2006

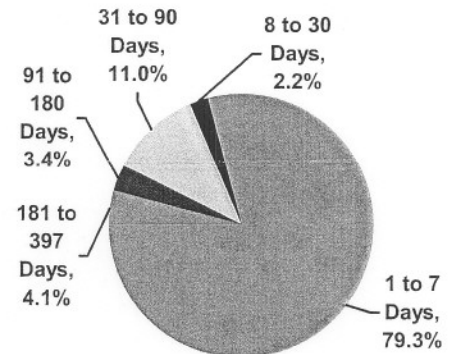
	<i>Book Value</i>	<i>Market Value</i>
Uninvested Balance	\$514.41	\$514.41
Accrual of Interest Income	531,332.14	531,332.14
Interest and Management Fees Payable	(3,999,886.60)	(3,999,886.60)
Payable for Investments Purchased	0.00	0.00
Repurchase Agreements	605,171,000.00	605,171,000.00
Mutual Fund Investments	0.00	0.00
Government Securities	25,687,677.77	25,675,269.00
Commercial Paper	146,329,646.11	146,284,090.00
Bank Instruments	0.00	0.00
Variable Rate Note	55,000,000.00	55,005,705.00
Total	\$828,720,283.83	\$828,668,023.95

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investors and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool Prime. The assets of TexPool Prime are the only source of payments to the Participants. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

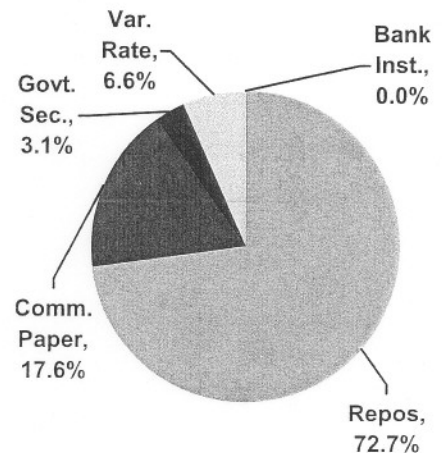
DAILY SUMMARY

Date	Money Mkt Fund Equiv (SEC Std.)	Daily Allocation Factor	TexPool Invested Balance	Market Value Per Share	WAM Days (1)	WAM Days (2)
08/01	5.2578%	0.000144048	\$965,341,876.58	0.99991	19	28
08/02	5.2424%	0.000143627	\$964,977,388.76	0.99991	19	27
08/03	5.2418%	0.000143610	\$966,982,491.70	0.99991	19	27
08/04	5.2357%	0.000143443	\$951,096,088.63	0.99993	21	29
08/05	5.2357%	0.000143443	\$951,096,088.63	0.99993	21	29
08/06	5.2357%	0.000143443	\$951,096,088.63	0.99993	21	29
08/07	5.2546%	0.000143962	\$952,988,097.83	0.99993	18	27
08/08	5.2599%	0.000144108	\$962,825,303.14	0.99994	18	26
08/09	5.2532%	0.000143924	\$949,237,227.06	0.99995	22	30
08/10	5.2357%	0.000143445	\$920,389,447.06	0.99993	24	32
08/11	5.2479%	0.000143777	\$924,300,004.94	0.99992	25	33
08/12	5.2479%	0.000143777	\$924,300,004.94	0.99992	25	33
08/13	5.2479%	0.000143777	\$924,300,004.94	0.99992	25	33
08/14	5.2575%	0.000144040	\$885,183,866.18	0.99991	24	32
08/15	5.3102%	0.000145484	\$880,714,104.62	0.99991	23	32
08/16	5.2709%	0.000144407	\$888,328,575.23	0.99993	23	31
08/17	5.2696%	0.000144372	\$875,754,076.67	0.99993	23	31
08/18	5.2523%	0.000143899	\$861,840,724.82	0.99993	25	33
08/19	5.2523%	0.000143899	\$861,840,724.82	0.99993	25	33
08/20	5.2523%	0.000143899	\$861,840,724.82	0.99993	25	33
08/21	5.2734%	0.000144477	\$860,286,404.28	0.99993	22	31
08/22	5.2788%	0.000144626	\$865,844,232.03	0.99993	22	30
08/23	5.2665%	0.000144287	\$858,807,068.51	0.99993	22	30
08/24	5.2834%	0.000144750	\$865,964,895.03	0.99993	24	32
08/25	5.2770%	0.000144576	\$838,389,438.52	0.99992	26	34
08/26	5.2770%	0.000144576	\$838,389,438.52	0.99992	26	34
08/27	5.2770%	0.000144576	\$838,389,438.52	0.99992	26	34
08/28	5.3007%	0.000145225	\$843,113,199.23	0.99992	24	32
08/29	5.2887%	0.000144897	\$841,301,135.64	0.99992	24	32
08/30	5.2899%	0.000144930	\$837,978,250.88	0.99992	24	31
08/31	5.3182%	0.000145703	\$828,720,283.83	0.99993	22	31
Averages	5.2643%	0.000144226	\$894,890,861.13		23	31

Portfolio By Maturity As of August 31, 2006

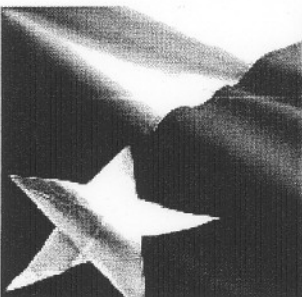


Portfolio By Type of Investment As of August 31, 2006



	Number of Participants	Balance
School District	34	\$651,369,168.31
Higher Education	4	\$13,451,716.91
Health Care	4	\$7,259,901.57
Utility District	2	\$62,121,087.91
City	11	\$10,391,967.16
County	5	\$83,830,539.71
Other	2	\$0.00

*(3) This current yield for TexPool Prime for each date may reflect a waiver of some portion or all of each of the management fees.



TEXPOOL

THE TEXAS INVESTMENT SERVICE FOR PUBLIC FUNDS

TexPool Participant Services
c/o Lehman Brothers
600 Travis St., Suite 7200
Houston, TX 77002

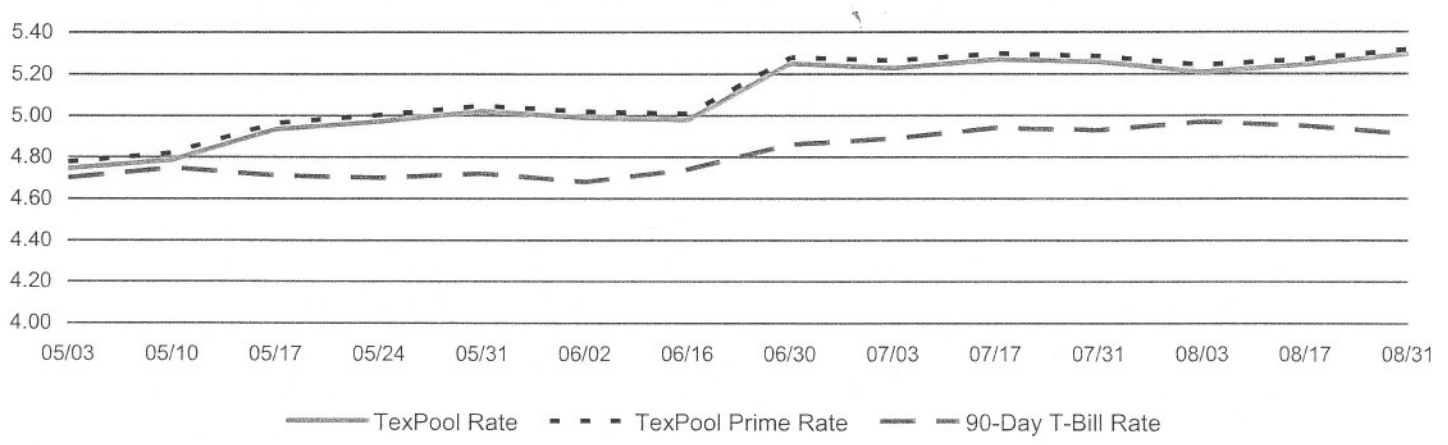
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Tony Reza
Canutillo Isd
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Canutillo TX 79835-0100

79835-0100 8001



TEXPOOL & TEXPOOL PRIME VS. 90-DAY TREASURY BILL



TexPool Advisory Board Members

- | | | | |
|-----------------|--------------------|----------------|----------------|
| R.C. Allen | Kathy Dubose | Ron Leverett | Clay McPhail |
| Pati Buchenau | Jose Elizondo, Jr. | LaVonnie Mason | Anita Thetford |
| James L. Cotton | Dan Haggerty | John McGrane | Vivian Wood |

Additional information regarding TexPool is available upon request:
www.texpool.com • 1-866-839-7665 (1-888-TEX-POOL) • Fax: 866-839-3291



Monthly Newsletter - August 2006

Performance

<i>As of August 31, 2006</i>		<i>August Averages</i>	
Current Invested Balance	\$3,403,609,840.35	Average Invested Balance	\$3,623,671,414.91
Weighted Average Maturity (1)	22 Days	Average Monthly Yield, on a simple basis	5.2601%
Weighted Average Maturity (2)	84 Days	Average Weighted Average Maturity (1)*	16 Days
Net Asset Value	1.000040	Average Weighted Average Maturity (2)*	76 Days
Total Number of Participants	466	Definition of Weighted Average Maturity (1) & (2)	
Management Fee on Invested Balance	0.12%*	(1) This weighted average maturity calculation uses the SEC Rule 2a-7 definition for stated maturity for any floating rate instrument held in the portfolio to determine the weighted average maturity for the pool. This Rule specifies that a variable rate instrument to be paid in 397 calendar days or less shall be deemed to have a maturity equal to the period remaining until the next readjustment of the interest rate.	
Interest Distributed	\$16,341,575.59	(2) This weighted average maturity calculation uses the final maturity of any floating rate instruments held in the portfolio to calculate the weighted average maturity for the pool.	
Management Fee Collected	\$153,886.35	* The maximum management fee authorized for the TexSTAR Cash Reserve Fund is 12 basis points. This fee may be waived in full or in part in the discretion of the TexSTAR co-administrators at any time as provided for in the TexSTAR Information Statement.	
Standard & Poor's Current Rating	AAAm		

New Participants

We would like to welcome the following entities who joined the TexSTAR program in August 2006:

- ★ Harrison County
- ★ City of Post
- ★ La Vega ISD
- ★ Town of Shady Shores
- ★ Sienna Plantation MUD 1

Holiday Reminder

In observance of the Columbus Day holiday, TexSTAR will be closed on Monday, October 9, 2006. All ACH transactions initiated on Friday, October 6, 2006 will settle on Tuesday, October 10, 2006.

Economic Commentary

The economic reports released in August pointed to further slowing in the pace of economic activity. Payrolls increased by an unimpressive 128,000 in August (versus a 4-month average of 160,000 in the beginning of the year) while the unemployment rate edged down to 4.7%. Despite a slowdown in the pace of hiring, the number of layoffs has not yet accelerated, as exhibited by the stability in jobless claims data since June. The combination of a cooling housing market, still-elevated gas prices, and the perception of deteriorating labor market conditions translated into a decline in both the Conference Board Consumer Confidence and the University of Michigan Consumer Sentiment gauges last month.

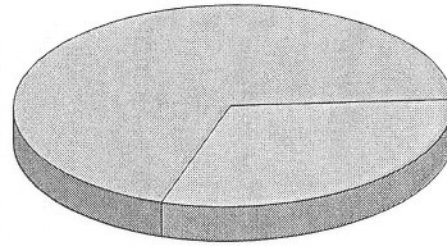
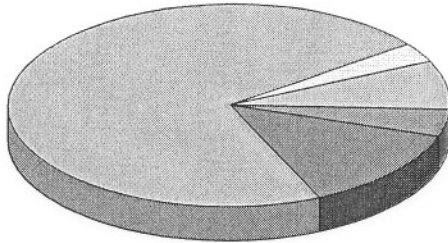
Housing data released throughout the month signaled further weakening in that sector. Both new and existing home sales declined in July, with the latter (which accounts for about 85% of the housing market) falling for the fourth consecutive month. In addition, the weekly MBA index of purchase applications slipped for three consecutive weeks in August, dropping to its lowest level since November 2003. The moderation in growth helped slow the acceleration in inflation. Core CPI edged up by 0.2% (its smallest gain in five months) in July, pushing its year-on-year increase to 2.7% from 2.6%.

U.S. Treasury yields dropped across the curve this month with the three-month Treasury bill down 1 basis point (bp) to end at 5.04%. Meanwhile, the LIBOR curve flattened, as the spread between one-month and 12-month yields decreased from 15 bps at the end of July to 8 bps at the end of August. Fed is expected to stay on the sidelines in the September and October meetings and that the probability of further Fed tightening in the December meeting will be dependent on real economic data as opposed to price data. Third quarter GDP growth is anticipated to range from 2.25% - 2.50% with the manufacturing sector to remain healthy for the balance of the year as economic growth picks up ~~100~~ seas.

For more information about TexSTAR, please visit our web site at www.texstar.org.

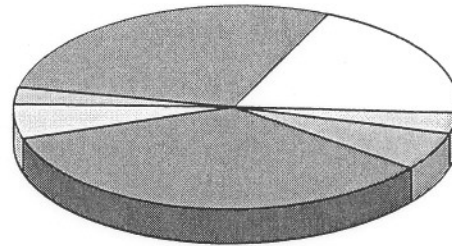
Information at a Glance

**Portfolio by
Type of Investment
As of August 31, 2006**



**Portfolio by
Maturity
As of August 31, 2006**

**Distribution of
Participants by Type
As of August 31, 2006**



Historical Program Information

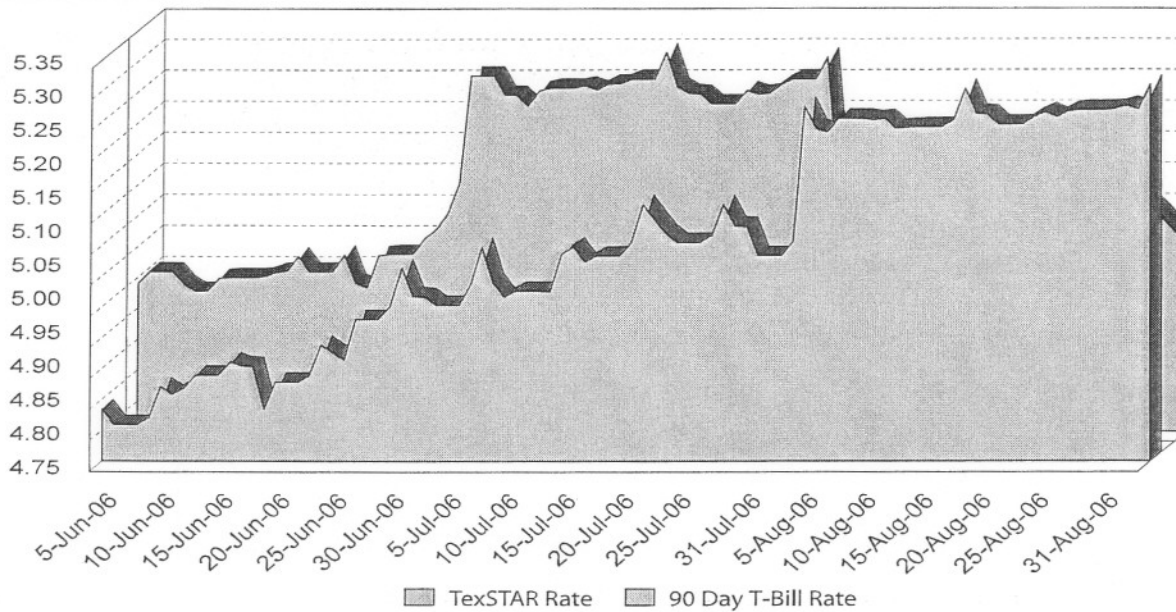
Month	Average Rate	Book Value	Market Value	Net Asset Value	WAM (1)*	WAM (2)*	Number of Participants
Aug 06	5.2601%	\$ 3,403,609,840.35	\$ 3,403,747,759.54	1.000040	16	76	466
Jul 06	5.2609%	3,652,659,353.06	3,652,612,174.26	0.999987	15	72	461
Jun 06	5.0063%	3,490,853,364.63	3,490,672,360.70	0.999935	14	72	457
May 06	4.8929%	3,709,022,855.02	3,708,815,237.78	0.999944	11	59	456
Apr 06	4.7679%	3,886,888,058.02	3,886,490,684.37	0.999897	14	60	451
Mar 06	4.5746%	3,914,969,328.87	3,914,628,496.64	0.999912	13	57	447
Feb 06	4.4898%	4,002,329,057.36	4,001,985,615.58	0.999914	12	53	442
Jan 06	4.3121%	3,730,218,809.33	3,729,885,751.81	0.999910	14	56	437
Dec 05	4.1835%	2,992,136,881.94	2,991,868,874.98	0.999895	18	57	430
Nov 05	3.9249%	2,297,701,062.61	2,295,751,046.27	0.999151	20	43	427
Oct 05	3.7095%	2,425,528,634.83	2,422,699,456.41	0.998833	30	47	422
Sep 05	3.5540%	2,649,344,687.07	2,647,386,589.80	0.999201	33	50	418
Aug 05	3.4264%	2,675,030,454.20	2,673,861,602.84	0.999563	35	58	414

Portfolio Asset Summary as of August 31, 2006

	Book Value	Market Value
Uninvested Balance	\$ 36,446.88	\$ 36,446.88
Accrual of Interest Income	6,106,640.14	6,106,640.14
Interest and Management Fees Payable	(16,372,196.00)	(16,372,196.00)
Payable for Investment Purchased	(74,014,166.67)	(74,014,166.67)
Repurchase Agreements	2,422,948,000.00	2,422,948,000.00
Government Securities	1,064,905,116.00	1,065,043,035.19
Total	\$ 3,403,609,840.35	\$ 3,403,747,759.54

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by J.P. Morgan Chase & Co. and the assets are safekept in a separate custodial account at the Federal Reserve Bank in the name of TexSTAR. The only source of payment to the Participants are the assets of TexSTAR. There is no secondary source of payment for the pool such as insurance or guarantee. Should you require a copy of the portfolio, please contact TexSTAR Participant Services.

TexSTAR versus 90-Day Treasury Bill



Daily Summary for August 2006

Date	Mny Mkt Fund Equiv. [SEC Std.]	Daily Allocation Factor	TexSTAR Invested Balance	Market Value Per Share	WAM Days (1)*	WAM Days (2)*
1-Aug-06	5.2747%	0.000144512	3,647,037,468.60	0.999991	14	75
2-Aug-06	5.2417%	0.000143608	3,656,769,730.20	0.999990	14	75
3-Aug-06	5.2366%	0.000143469	3,655,349,324.85	0.999989	14	75
4-Aug-06	5.2572%	0.000144034	3,706,446,704.20	0.999991	15	75
5-Aug-06	5.2572%	0.000144034	3,706,446,704.20	0.999991	15	75
6-Aug-06	5.2572%	0.000144034	3,706,446,704.20	0.999991	15	75
7-Aug-06	5.2549%	0.000143969	3,703,284,269.03	0.999999	15	75
8-Aug-06	5.2568%	0.000144023	3,687,114,645.15	1.000009	15	75
9-Aug-06	5.2421%	0.000143619	3,675,156,161.75	1.000015	15	75
10-Aug-06	5.2432%	0.000143648	3,757,277,985.73	1.000025	15	73
11-Aug-06	5.2444%	0.000143682	3,765,725,697.33	1.000021	14	72
12-Aug-06	5.2444%	0.000143682	3,765,725,697.33	1.000021	14	72
13-Aug-06	5.2444%	0.000143682	3,765,725,697.33	1.000021	14	72
14-Aug-06	5.2539%	0.000143943	3,665,573,190.93	1.000025	14	74
15-Aug-06	5.3016%	0.000145249	3,610,751,906.78	1.000022	14	75
16-Aug-06	5.2638%	0.000144214	3,598,847,830.60	1.000026	14	75
17-Aug-06	5.2625%	0.000144178	3,624,012,821.94	1.000029	14	74
18-Aug-06	5.2477%	0.000143772	3,619,610,017.69	1.000032	13	73
19-Aug-06	5.2477%	0.000143772	3,619,610,017.69	1.000032	13	73
20-Aug-06	5.2477%	0.000143772	3,619,610,017.69	1.000032	13	73
21-Aug-06	5.2586%	0.000144070	3,597,412,145.64	1.000033	13	74
22-Aug-06	5.2662%	0.000144280	3,596,796,796.03	1.000033	12	73
23-Aug-06	5.2587%	0.000144073	3,602,855,489.47	1.000022	16	77
24-Aug-06	5.2677%	0.000144321	3,591,244,857.55	1.000024	19	79
25-Aug-06	5.2693%	0.000144364	3,536,551,974.15	1.000027	22	81
26-Aug-06	5.2693%	0.000144364	3,536,551,974.15	1.000027	22	81
27-Aug-06	5.2693%	0.000144364	3,536,551,974.15	1.000027	22	81
28-Aug-06	5.2706%	0.000144401	3,477,713,448.57	1.000029	22	82
29-Aug-06	5.2754%	0.000144532	3,473,118,800.46	1.000026	23	83
30-Aug-06	5.2701%	0.000144387	3,424,883,968.42	1.000028	22	83
31-Aug-06	5.3068%	0.000145393	3,403,609,840.35	1.000040	22	84
Average	5.2601%	0.000144111	3,623,671,414.91		16	76



TexSTAR Board Members

<i>William Chapman</i>	<i>Central Texas Regional Mobility Authority</i>	<i>Governing Board President</i>
<i>Nell Lange</i>	<i>City of Frisco</i>	<i>Governing Board Vice President</i>
<i>Melinda Garrett</i>	<i>Houston ISD</i>	<i>Governing Board Treasurer</i>
<i>Michael Bartolotta</i>	<i>First Southwest Company</i>	<i>Governing Board Secretary</i>
<i>Will Williams</i>	<i>JP Morgan Chase</i>	<i>Governing Board Asst. Sec./Treas.</i>
<i>Hardy Browder</i>	<i>City of Cedar Hill</i>	<i>Advisory Board</i>
<i>Oscar Cardenas</i>	<i>Northside ISD</i>	<i>Advisory Board</i>
<i>Scott Christensen</i>	<i>Reid Road MUD No. 1</i>	<i>Advisory Board</i>
<i>Ramiro Flores</i>	<i>Harlingen CISD</i>	<i>Advisory Board</i>
<i>Stephen Fortenberry</i>	<i>McKinney ISD</i>	<i>Advisory Board</i>
<i>Monte Mercer</i>	<i>North Central TX Council of Government</i>	<i>Advisory Board</i>
<i>Len Santow</i>	<i>Griggs & Santow</i>	<i>Advisory Board</i>
<i>S. Renee Tidwell</i>	<i>Tarrant County</i>	<i>Advisory Board</i>
<i>Charles Wall</i>	<i>Texas Tech University</i>	<i>Advisory Board</i>

**CANUTILLO INDEPENDENT SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT
POST OFFICE BOX 100
CANUTILLO, TEXAS**

Subject: Administrative Personnel Actions for
Board of Trustee Information Only

Date: November 14, 2006

Presented by: Renée O'Donnell

Consent Agenda: _____

ACTION

1. BACKGROUND INFORMATION

Superintendent approved employment of personnel:

Monica García	FS Substitute, Effective 10/12/06
Natalia García	FS Substitute, Effective 10/25/06
Antonio Lopez	FS Substitute, Effective 10/5/06
Anna Lucero	Special Ed. ISC Teacher, CMS, Effective 10/02/06
Bertha Lucero	FS Substitute, Effective 10/10/06
Rueben Marenstein	Security Guard, Effective 10/27/06
Filomena Rigales	K (B) Dual Lang. Teacher, JDE, Effective 10/11/06
Eduardo Rodríguez	Math Teacher, CHS, Effective 11/01/06
María Simental	PT Bus Monitor, Effective 10/31/06
Angie Yañez	PT Bus Monitor, Effective 10/30/06

Superintendent approved position changes for personnel:

Fernando Escobar	Asst. Lead Custodian to Lead Custodian, CHS, Effective 10/9/06
Elia Gonzalez	Early Childhood Care Provider to Daycare Caregiver, Effective 10/18/06

Superintendent approved position changes for personnel (cont.):

Jacobo Gonzalez

**Sub Teacher to
Special Ed. Assistant, CHS,
Effective 10/30/06**

Maria Del Carmen Mendoza

**Sub Teacher to
Migrant Assistant, CES/JDE,
Effective 10/13/06**

Laurie Ramirez

**Receptionist to
Interim Auxiliary Specialist,
Effective 10/5/06**

Alicia Rodríguez

**Data Entry Clerk,
183 days to 226 days,
Effective 9/13/06**

Superintendent approved resignations:

Marco Escobedo

**DAEP Assistant, CHS,
Effective 10/26/06**

Margaret Gibb

**Math Teacher, CHS,
Effective 10/13/06**

Termination of Support Personnel

See under separate cover

2. **BOARD ACTION REQUESTED**

No action required.

CANUTILLO INDEPENDENT SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT
POST OFFICE BOX 100
CANUTILLO, TEXAS

Agenda Item: _____

Date: November 14, 2006

Subject: Acceptance of Donations to Canutillo ISD

Presented By: Tony Reza

Consent Agenda: _____

ACTION

1. BACKGROUND INFORMATION:

The following businesses/individuals have made donations to Canutillo ISD. Please see attached letters.

2. SUPERINTENDENT RECOMMENDATION:

The Superintendent recommends acceptance of the donations.

3. ACTION REQUESTED:

The Board of Trustees accepts the donations made to Canutillo ISD.

MOTION _____ SECOND _____

AYES _____ NAYS _____

MEMO TO: Tony Reza, Comptroller
CC: Max Padilla, Principal
Pat Araujo, CATE Coordinator
DATE: November 7, 2006
SUBJECT: Technology Inservice Door Prizes

The following items were donated to Canutillo High School as giveaways for the Technology teacher inservice we had on November 6, 2006.

2 gig Travel drive-Donated by L&L Computer Store

1 Palm Pilot – Donated by Desert Communications

Avon Products-Donated by Rachel Quintana

Although these items cost less than what is required to report, I feel it is necessary to inform you of all donations that are given to us. Thank you.



Deanna Davenport Elementary School

P.O. Box 100 - 8401 Remington Drive
Canutillo, Texas 79835

(915) 886-6400
FAX (915) 886-6407

Sylvia A. Gonzalez
Principal

Marta Strobach
Assistant Principal

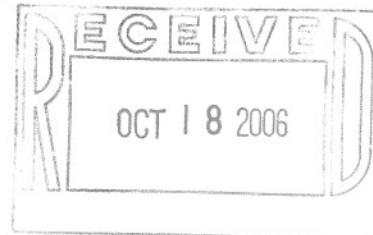
Memo

To: Dr. Pam Padilla
From: Sylvia A. Gonzalez
CC: Board of Trustees, Ema Canales
Date: October 13, 2006
Re: Computer Donation from Wal-Mart

I am pleased to inform you that we have accepted a donation made through Wal-Mart at 7555 N. Mesa through Ema Canales, the Community Coordinator. We were informed that we would receive an almost new computer from their store this week. Deanna Davenport Elementary was selected among other Canutillo Elementary schools because we had the lowest economic demographics. The computer was only used a few hours and Wal-Mart couldn't sell it, therefore, it was determined to make it a donation to Deanna Davenport Elementary.

Every student at Deanna Davenport will have an opportunity to win this computer and take it home by entering their name in a contest each six weeks if they have perfect attendance. At the end of this school year one lucky student will take this computer home with him or her.

Please inform the School Board of Trustees about this absolutely terrific donation that will help a student at our school for many years to come.





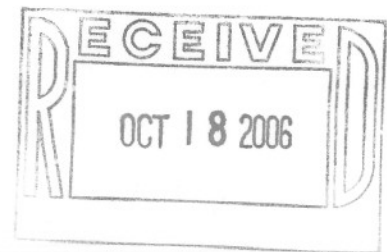
Your child can win a computer!

Here's how!

Your child's name will be entered into a perfect attendance contest at Deanna Davenport Elementary each six weeks that they don't miss a day of school. For example, if your child has perfect attendance for each six weeks the whole year their name will be entered six times for a chance to win a computer, thus increasing his or her chances of winning. The computer was donated by WAL-Mart on North Mesa last week.

Su niño se puede ganar una computadora!
Aqui le explicamos como!

Registraremos a su niño/a en el Concurso de Asistencia Perfecta cada seis semanas que no tenga ninguna falta a la escuela. Por ejemplo, si su niño/a no tiene ninguna falta cada seis semanas este año, el nombre de niño se registrará seis veces en el concurso, de esta forma aumentará su oportunidad de ganar el concurso. La computadora fue donada a nuestra escuela por la tienda WAL-MART en la calle Norte Mesa la semana pasada.





Jose Damian Elementary School

6300 Strahan Rd.
El Paso, TX 79932

Phone: (915) 877-7655
FAX: (915) 877-7670

P.O. Box 100
Canutillo, Texas 79835

Maggie Porras-Grant
Principal

Marsha Fintell
Asst. Principal

Edelia Gomez
Counselor

Hobby Lobby, Inc.
7930 N. Mesa
El Paso, Texas 79932

Dear Sir or Madam,

Thank you for your donation of the Christmas tree in the amount of \$ 299.99 .
The students, faculty, and staff at Jose Damian Elementary appreciate your support.

Sincerely,

Ms. Porras-Grant
Principal

