



Investment Portfolio Summary

Northwest ISD



For the Month Ended

October 31, 2020

Report Name

- Certification Page
- Executive Summary
- Benchmark Comparison
- Detail of Security Holdings
- Change in Value
- Earned Income
- Investment Transactions
- Amortization and Accretion
- Projected Fixed Income Cash Flows

MARKET RECAP - OCTOBER 2020:

The news cycle in October was dominated by politics: the presidential debates, election polling, the supreme court nominee, prospects for a “blue wave” democratic sweep and the debate over additional fiscal stimulus. While, economic data played second fiddle for most of the month, the data itself was impressive, showing remarkable resilience even as new cases of Covid-19 grew. The ISM manufacturing index fell a bit from 56 to 55.4 in September, but still signaled a healthy expansion. The ISM non-manufacturing, or service sector index, rose from 56.9 to 57.8 in September. This is encouraging as the service sector hasn’t yet responded to stimulus to the same degree the goods sector has. The unemployment rate dropped from 8.4% to 7.9% in September while nonfarm payrolls expanded by +661k jobs with revisions to prior months tacking on another +145k. In the five-month period from May through September, the economy recovered 11.4 million jobs, roughly half of the 22 million jobs lost in April and May, and a sobering reminder of just how far we have to go. Initial jobless claims improved as the month progressed, falling to 751k for the week ending October 23rd. Retail sales advanced by a better-than-expected +1.9% in September, the fastest pace in three months. On a year-over-year basis, overall retail sales are now up a remarkable +7.1%, although some sectors have thrived (online sales +27%, building materials +23.4%, auto dealers +14.4%), while others continue to struggle (eating and drinking establishments -13.7%, clothing stores -12.0%). It should be noted that total outlays (which include services in addition to goods) are still below pre-pandemic levels. The headline consumer price index (CPI) rose +0.2% in September, following a +0.4% rise in August. It was the fourth straight month of increase after three months of spring declines.

Nonetheless, inflation is not a serious concern at this stage. New home sales retreated slightly from their torrid pace, but existing home sales climbed to a 14-year high in September. Finally, the initial reading on third quarter gross domestic product revealed an eye-popping +33.1% seasonally-adjusted annualized growth rate, a sharp rebound from Q2’s -31.4% plunge. Annualizing this data is somewhat problematic, the actual drop in Q2 was -9% relative to the same period a year ago while Q3’s increase was +7.4%. Overall GDP is still down -3.5% for the year, so there remains ground to be made up. The economic rebound thus far, supported by significant federal spending, has been impressive. The question is, *can it continue without additional federal aid and in the face of surging Covid-19 cases?*

Bond yields drifted higher during October, particularly on the long end as the yield curve steepened. The two-year T-note rose from 0.13% to 0.15%, the three-year gained 4 basis points to 0.20%, the five-year was up 10 basis points to 0.38%, and the 10-year climbed nearly 20 basis points from 0.68% to 0.87% as bond investors priced in the idea of a “blue wave” and a large fiscal spending package. As November begins, all eyes turn to the election and its myriad of implications.

For the Month Ended
October 31, 2020

This report is prepared for the **Northwest ISD** (the "Entity") in accordance with Chapter 2256 of the Texas Public Funds Investment Act ("PFIA"). Section 2256.023(a) of the PFIA states that: "Not less than quarterly, the investment officer shall prepare and submit to the governing body of the entity a written report of the investment transactions for all funds covered by this chapter for the preceding reporting period." This report is signed by the Entity's investment officers and includes the disclosures required in the PFIA. To the extent possible, market prices have been obtained from independent pricing sources.

The investment portfolio complied with the PFIA and the Entity's approved Investment Policy and Strategy throughout the period. All investment transactions made in the portfolio during this period were made on behalf of the Entity and were made in full compliance with the PFIA and the approved Investment Policy.

Officer Names and Titles:

Name: Brian Carter

Title: Chief Financial Officer

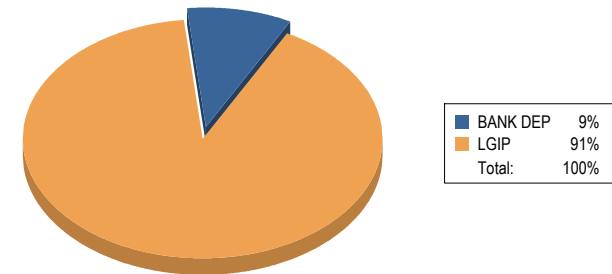
Account Summary

Allocation by Security Type

Beginning Values as of 09/30/20

Ending Values as of 10/31/20

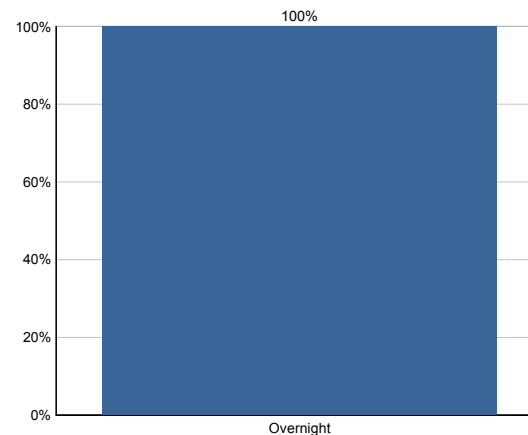
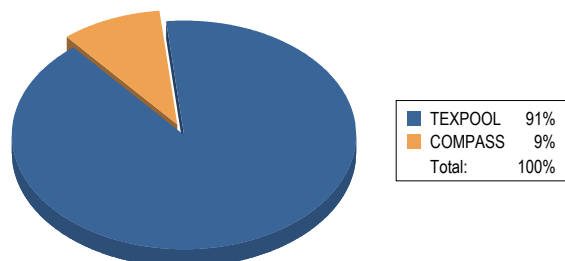
Par Value	264,840,151.45	241,574,874.29
Market Value	264,840,151.45	241,574,874.29
Book Value	264,840,151.45	241,574,874.29
Unrealized Gain/(Loss)	0.00	0.00
Market Value %	100.00%	100.00%
Weighted Avg. YTW	0.148%	0.134%
Weighted Avg. YTM	0.148%	0.134%



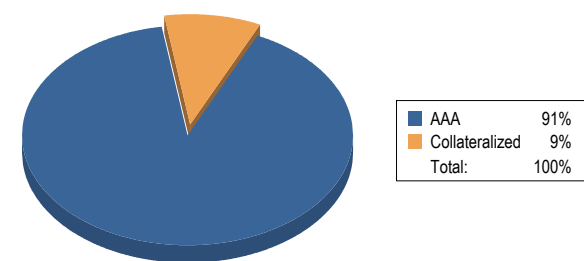
Allocation by Issuer

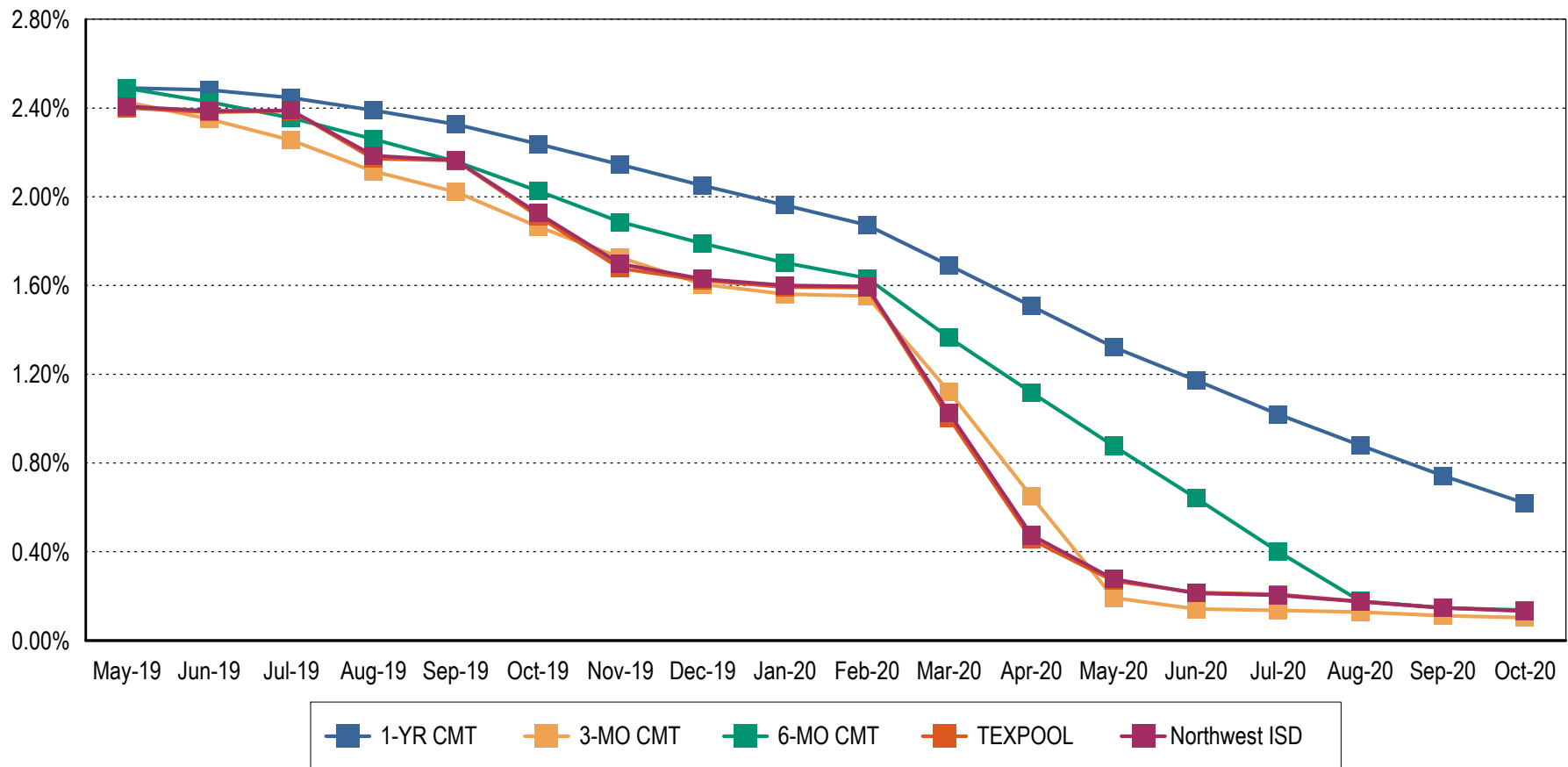
Maturity Distribution %

Credit Quality



Weighted Average Days to Maturity: 1





Note 1: CMT stands for Constant Maturity Treasury. This data is published in Federal Reserve Statistical Release H.15 and represents an average of all actively traded Treasury securities having that time remaining until maturity. This is a standard industry benchmark for Treasury securities. The CMT benchmarks are moving averages. The 3-month CMT is the daily average for the previous 3 months, the 6-month CMT is the daily average for the previous 6 months, and the 1-year and 2-year CMT's are the daily averages for the previous 12-months.

Note 2: Benchmark data for TexPool is the monthly average yield.

CUSIP	Settle Date	Sec. Type	Sec. Description	CPN	Mty Date	Next Call	Call Type	Par Value	Purch Price	Orig Cost	Book Value	Mkt Price	Market Value	Days to Mty	Days to Call	YTM	YTW
Activity Account																	
TEXPOOL		LGIP	TexPool					172,151.65	100.000	172,151.65	172,151.65	100.000	172,151.65	1		0.133	0.133
Total for Activity Account								172,151.65	100.000	172,151.65	172,151.65	100.000	172,151.65	1		0.133	0.133
Capital Project																	
BBVA-NWL		BANK DEP	BBVA Compass LIBOR					6,300,328.22	100.000	6,300,328.22	6,300,328.22	100.000	6,300,328.22	1		0.102	0.102
BBVA-NWZ		BANK DEP	BBVA Compass ZBA Int					16,307,004.07	100.000	16,307,004.07	16,307,004.07	100.000	16,307,004.07	1		0.152	0.152
TEXPOOL		LGIP	TexPool					130,847,296.58	100.000	130,847,296.58	130,847,296.58	100.000	130,847,296.58	1		0.133	0.133
Total for Capital Project								153,454,628.87	100.000	153,454,628.87	153,454,628.87	100.000	153,454,628.87	1		0.134	0.134
Capital Project AFB																	
TEXPOOL		LGIP	TexPool					413,572.35	100.000	413,572.35	413,572.35	100.000	413,572.35	1		0.133	0.133
Total for Capital Project AFB								413,572.35	100.000	413,572.35	413,572.35	100.000	413,572.35	1		0.133	0.133
General Operating Fund																	
BBVA-NW		BANK DEP	BBVA Compass MM					84,998.68	100.000	84,998.68	84,998.68	100.000	84,998.68	1		0.202	0.202
TEXPOOL		LGIP	TexPool					51,048,678.85	100.000	51,048,678.85	51,048,678.85	100.000	51,048,678.85	1		0.133	0.133
Total for General Operating Fund								51,133,677.53	100.000	51,133,677.53	51,133,677.53	100.000	51,133,677.53	1		0.134	0.134
Interest & Sinking																	
TEXPOOL		LGIP	TexPool					36,400,843.89	100.000	36,400,843.89	36,400,843.89	100.000	36,400,843.89	1		0.133	0.133
Total for Interest & Sinking								36,400,843.89	100.000	36,400,843.89	36,400,843.89	100.000	36,400,843.89	1		0.133	0.133
Total for Northwest ISD								241,574,874.29	100.000	241,574,874.29	241,574,874.29	100.000	241,574,874.29	1		0.134	0.134

CUSIP	Security Type	Security Description	09/30/20 Book Value	Cost of Purchases	Maturities / Calls / Sales	Amortization / Accretion	Realized Gain/(Loss)	10/31/20 Book Value	09/30/20 Market Value	10/31/20 Market Value	Change in Mkt Value
Activity Account											
TEXPOOL	LGIP	TexPool	172,132.13	19.52	0.00	0.00	0.00	172,151.65	172,132.13	172,151.65	19.52
Total for Activity Account			172,132.13	19.52	0.00	0.00	0.00	172,151.65	172,132.13	172,151.65	19.52
Capital Project											
BBVA-NWL	BANK DEP	BBVA Compass LIBOR	6,299,752.93	575.29	0.00	0.00	0.00	6,300,328.22	6,299,752.93	6,300,328.22	575.29
BBVA-NWZ	BANK DEP	BBVA Compass ZBA Int	19,304,450.03	0.00	(2,997,445.96)	0.00	0.00	16,307,004.07	19,304,450.03	16,307,004.07	(2,997,445.96)
TEXPOOL	LGIP	TexPool	134,024,655.74	0.00	(3,177,359.16)	0.00	0.00	130,847,296.58	134,024,655.74	130,847,296.58	(3,177,359.16)
Total for Capital Project			159,628,858.70	575.29	(6,174,805.12)	0.00	0.00	153,454,628.87	159,628,858.70	153,454,628.87	(6,174,229.83)
Capital Project AFB											
TEXPOOL	LGIP	TexPool	413,525.48	46.87	0.00	0.00	0.00	413,572.35	413,525.48	413,572.35	46.87
Total for Capital Project AFB			413,525.48	46.87	0.00	0.00	0.00	413,572.35	413,525.48	413,572.35	46.87
General Operating Fund											
BBVA-NW	BANK DEP	BBVA Compass MM	84,983.95	14.73	0.00	0.00	0.00	84,998.68	84,983.95	84,998.68	14.73
TEXPOOL	LGIP	TexPool	68,582,240.62	0.00	(17,533,561.77)	0.00	0.00	51,048,678.85	68,582,240.62	51,048,678.85	(17,533,561.77)
Total for General Operating Fund			68,667,224.57	14.73	(17,533,561.77)	0.00	0.00	51,133,677.53	68,667,224.57	51,133,677.53	(17,533,547.04)
Interest & Sinking											
TEXPOOL	LGIP	TexPool	35,958,410.57	442,433.32	0.00	0.00	0.00	36,400,843.89	35,958,410.57	36,400,843.89	442,433.32
Total for Interest & Sinking			35,958,410.57	442,433.32	0.00	0.00	0.00	36,400,843.89	35,958,410.57	36,400,843.89	442,433.32
Total for Northwest ISD			264,840,151.45	443,089.73	(23,708,366.89)	0.00	0.00	241,574,874.29	264,840,151.45	241,574,874.29	(23,265,277.16)

CUSIP	Security Type	Security Description	Beg. Accrued	Interest Earned	Interest Rec'd / Sold / Matured	Interest Purchased	Ending Accrued	Disc Accr / Prem Amort	Net Income
Activity Account									
TEXPOOL	LGIP	TexPool	0.00	19.52	19.52	0.00	0.00	0.00	19.52
Total for Activity Account			0.00	19.52	19.52	0.00	0.00	0.00	19.52
Capital Project									
BBVA-NWL	BANK DEP	BBVA Compass LIBOR	0.00	575.29	575.29	0.00	0.00	0.00	575.29
BBVA-NWZ	BANK DEP	BBVA Compass ZBA Int	0.00	2,554.04	2,554.04	0.00	0.00	0.00	2,554.04
TEXPOOL	LGIP	TexPool	0.00	14,985.03	14,985.03	0.00	0.00	0.00	14,985.03
Total for Capital Project			0.00	18,114.36	18,114.36	0.00	0.00	0.00	18,114.36
Capital Project AFB									
TEXPOOL	LGIP	TexPool	0.00	46.87	46.87	0.00	0.00	0.00	46.87
Total for Capital Project AFB			0.00	46.87	46.87	0.00	0.00	0.00	46.87
General Operating Fund									
BBVA-NW	BANK DEP	BBVA Compass MM	0.00	14.73	14.73	0.00	0.00	0.00	14.73
TEXPOOL	LGIP	TexPool	0.00	7,077.52	7,077.52	0.00	0.00	0.00	7,077.52
Total for General Operating Fund			0.00	7,092.25	7,092.25	0.00	0.00	0.00	7,092.25
Interest & Sinking									
TEXPOOL	LGIP	TexPool	0.00	4,085.79	4,085.79	0.00	0.00	0.00	4,085.79
Total for Interest & Sinking			0.00	4,085.79	4,085.79	0.00	0.00	0.00	4,085.79
Total for Northwest ISD			0.00	29,358.79	29,358.79	0.00	0.00	0.00	29,358.79