



## Investment Portfolio Summary

### Northwest ISD



For the Month Ended

July 31, 2020

**Report Name**

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Executive Summary

Benchmark Comparison

Detail of Security Holdings

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**MARKET RECAP - JULY 2020:**

The last several months have presented many unique challenges regarding the assessment of economic conditions. The COVID-19 pandemic has created unprecedented period-to-period volatility, and made most indicators too stale to provide a timely read on the economy. While much of the data released during July showed dramatic improvement from June, those rebounds are coming off historic lows. Furthermore, the data reflects conditions before the resurgence of COVID-19 cases in southern states during late June. Turning to the data, nonfarm payrolls rose 4.8 million in June, smashing May's record increase of 2.5 million. However, payrolls had fallen by 22 million during March and April, so the gains merely recovered about one-third of the jobs lost. The unemployment rate fell from 13.3% to 11.1%, but remains more than three times the five-decade low of 3.5% that prevailed in February. Total payrolls were 152.5 million in February, but stood at 137.8 million in June. Clearly, there's a long way to go on the employment front. The ISM surveys jumped back into expansionary territory with the manufacturing index climbing to 52.6 and the service sector index to 57.1 as conditions clearly improved from the prior month. With consumers supported by federal stimulus and unemployment benefits, retail sales followed up May's +18.2% gain with a +7.5% increase which put the dollar volume of June retail sales just 1% below January's peak. Record low mortgage rates helped housing recover as well with new home sales climbing +13.8% to a 13-year high. Existing home sales rose +20.7% to a 4.72 million unit annual rate, but remained 1 million shy of February's pace.

That handful of economic data was indicative of the overall trends in July which point to a strong rebound in the third quarter, which will be sorely needed since the initial release of second quarter GDP showed the steepest decline ever with the economy contracting at an annualized -32.9% in Q2. If that isn't enough to temper any enthusiasm from the string of positive data then the dramatic increases in COVID-19 infection trends in Texas, Florida, and Arizona should. The virus's resurgence is likely to weigh on economic data next month and the outlook remains very uncertain. Claims for unemployment benefits illustrate the problem as initial claims have topped 1 million per week for 19 straight weeks and rose above 1.4 million in late-July. Continuing claims reveal over 30 million Americans are collecting unemployment benefits in either state or federal programs.

Stock markets, led by the technology sector and a handful of well-known names, continue to recover. The NASDAQ climbed to a record high in July and the S&P 500 is now positive for the year. Bond markets have become remarkably stable, yet yields continue to grind lower. In fact, the two-, three-, five-, seven-, and 10-year Treasury notes all closed July at record low yields of 0.11%, 0.12%, 0.21%, 0.39%, and 0.53% respectively. Economic conditions and Fed policy are likely to keep yields extremely low for years.

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**For the Month Ended**  
**July 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:**

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Name: Brian Carter

Title: Chief Financial Officer

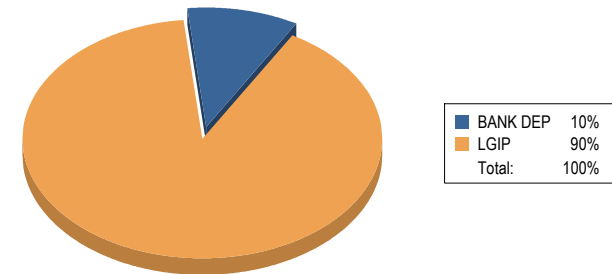
**Account Summary**

**Allocation by Security Type**

Beginning Values as of 06/30/20

Ending Values as of 07/31/20

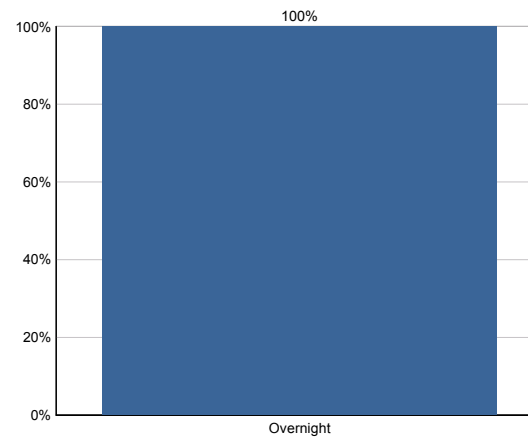
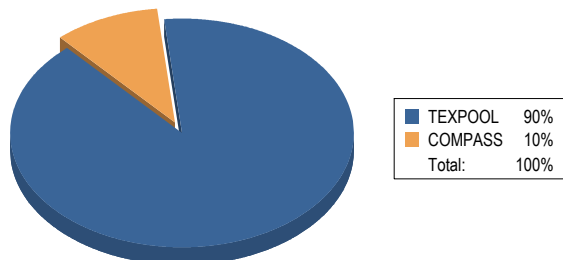
Par Value	366,440,932.33	343,393,357.24
Market Value	366,440,932.33	343,393,357.24
Book Value	366,440,932.33	343,393,357.24
Unrealized Gain/(Loss)	0.00	0.00
<b>Market Value %</b>	<b>100.00%</b>	<b>100.00%</b>
Weighted Avg. YTW	0.213%	0.204%
Weighted Avg. YTM	0.213%	0.204%



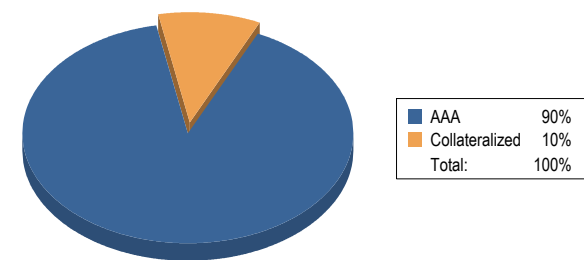
**Allocation by Issuer**

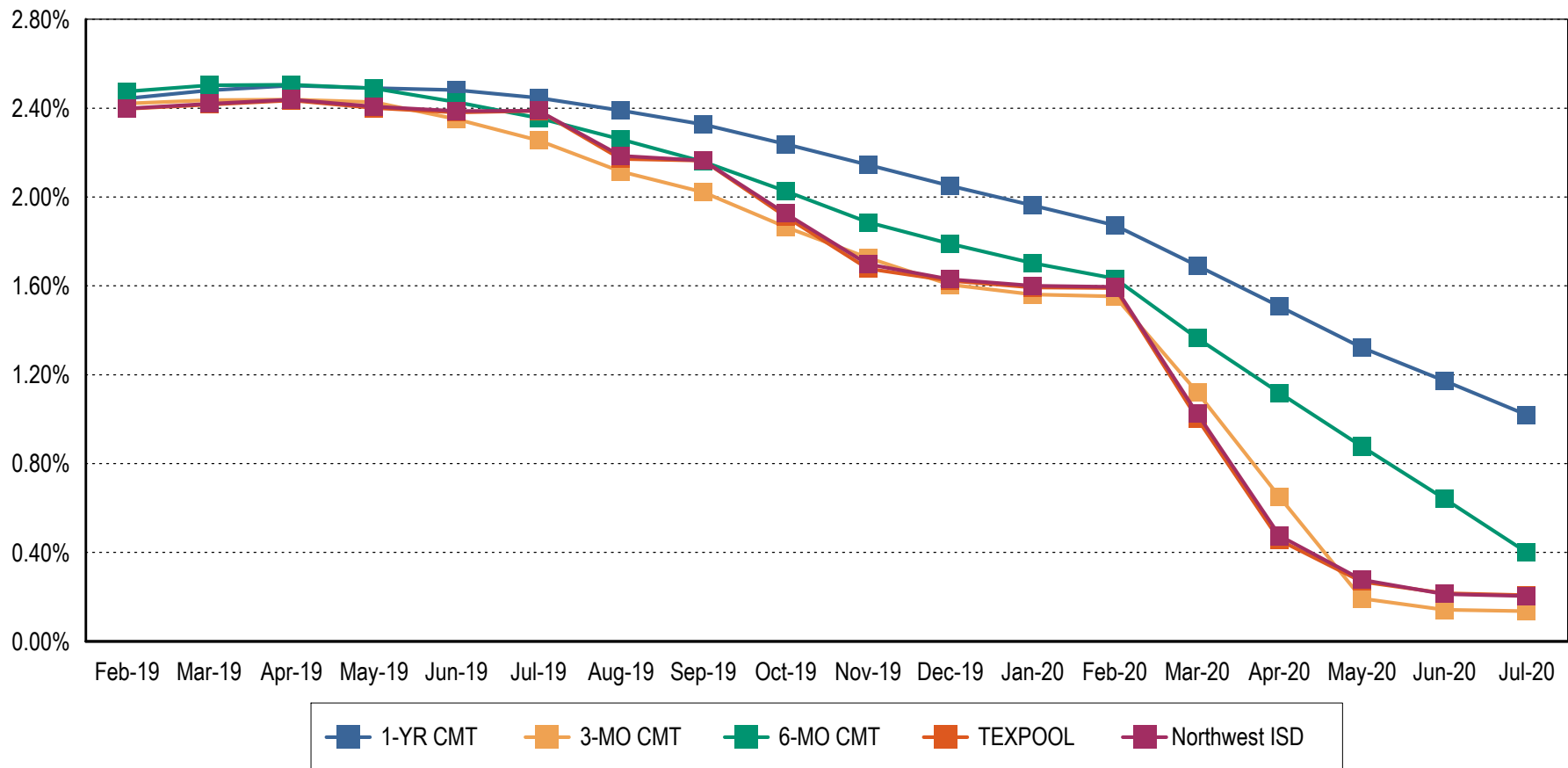
**Maturity Distribution %**

**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
<b>Activity Account</b>																	
TEXPOOL		LGIP	TexPool					172,085.42	100.000	172,085.42	172,085.42	100.000	172,085.42	1		0.208	0.208
<b>Total for Activity Account</b>								<b>172,085.42</b>	<b>100.000</b>	<b>172,085.42</b>	<b>172,085.42</b>	<b>100.000</b>	<b>172,085.42</b>	<b>1</b>		<b>0.208</b>	<b>0.208</b>
<b>Capital Project</b>																	
BBVA-NWL		BANK DEP	BBVA Compass LIBOR					12,297,308.44	100.000	12,297,308.44	12,297,308.44	100.000	12,297,308.44	1		0.134	0.134
BBVA-NWZ		BANK DEP	BBVA Compass ZBA Int					19,298,616.46	100.000	19,298,616.46	19,298,616.46	100.000	19,298,616.46	1		0.184	0.184
TEXPOOL		LGIP	TexPool					147,606,289.41	100.000	147,606,289.41	147,606,289.41	100.000	147,606,289.41	1		0.208	0.208
<b>Total for Capital Project</b>								<b>179,202,214.31</b>	<b>100.000</b>	<b>179,202,214.31</b>	<b>179,202,214.31</b>	<b>100.000</b>	<b>179,202,214.31</b>	<b>1</b>		<b>0.201</b>	<b>0.201</b>
<b>Capital Project AFB</b>																	
TEXPOOL		LGIP	TexPool					413,413.31	100.000	413,413.31	413,413.31	100.000	413,413.31	1		0.208	0.208
<b>Total for Capital Project AFB</b>								<b>413,413.31</b>	<b>100.000</b>	<b>413,413.31</b>	<b>413,413.31</b>	<b>100.000</b>	<b>413,413.31</b>	<b>1</b>		<b>0.208</b>	<b>0.208</b>
<b>General Operating Fund</b>																	
BBVA-NW		BANK DEP	BBVA Compass MM					2,484,197.53	100.000	2,484,197.53	2,484,197.53	100.000	2,484,197.53	1		0.234	0.234
TEXPOOL		LGIP	TexPool					102,110,777.28	100.000	102,110,777.28	102,110,777.28	100.000	102,110,777.28	1		0.208	0.208
<b>Total for General Operating Fund</b>								<b>104,594,974.81</b>	<b>100.000</b>	<b>104,594,974.81</b>	<b>104,594,974.81</b>	<b>100.000</b>	<b>104,594,974.81</b>	<b>1</b>		<b>0.209</b>	<b>0.209</b>
<b>Interest &amp; Sinking</b>																	
TEXPOOL		LGIP	TexPool					59,010,669.39	100.000	59,010,669.39	59,010,669.39	100.000	59,010,669.39	1		0.208	0.208
<b>Total for Interest &amp; Sinking</b>								<b>59,010,669.39</b>	<b>100.000</b>	<b>59,010,669.39</b>	<b>59,010,669.39</b>	<b>100.000</b>	<b>59,010,669.39</b>	<b>1</b>		<b>0.208</b>	<b>0.208</b>
<b>Total for Northwest ISD</b>								<b>343,393,357.24</b>	<b>100.000</b>	<b>343,393,357.24</b>	<b>343,393,357.24</b>	<b>100.000</b>	<b>343,393,357.24</b>	<b>1</b>		<b>0.204</b>	<b>0.204</b>

CUSIP	Security Type	Security Description	06/30/20 Book Value	Cost of Purchases	Maturities / Calls / Sales	Amortization / Accretion	Realized Gain/(Loss)	07/31/20 Book Value	06/30/20 Market Value	07/31/20 Market Value	Change in Mkt Value
<b>Activity Account</b>											
TEXPOOL	LGIP	TexPool	172,055.02	30.40	0.00	0.00	0.00	172,085.42	172,055.02	172,085.42	30.40
<b>Total for Activity Account</b>			<b>172,055.02</b>	<b>30.40</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>172,085.42</b>	<b>172,055.02</b>	<b>172,085.42</b>	<b>30.40</b>
<b>Capital Project</b>											
BBVA-NWL	BANK DEP	BBVA Compass LIBOR	14,296,876.67	0.00	(1,999,568.23)	0.00	0.00	12,297,308.44	14,296,876.67	12,297,308.44	(1,999,568.23)
BBVA-NWZ	BANK DEP	BBVA Compass ZBA Int	19,297,395.37	1,221.09	0.00	0.00	0.00	19,298,616.46	19,297,395.37	19,298,616.46	1,221.09
TEXPOOL	LGIP	TexPool	156,212,113.88	0.00	(8,605,824.47)	0.00	0.00	147,606,289.41	156,212,113.88	147,606,289.41	(8,605,824.47)
<b>Total for Capital Project</b>			<b>189,806,385.92</b>	<b>1,221.09</b>	<b>(10,605,392.70)</b>	<b>0.00</b>	<b>0.00</b>	<b>179,202,214.31</b>	<b>189,806,385.92</b>	<b>179,202,214.31</b>	<b>(10,604,171.61)</b>
<b>Capital Project AFB</b>											
TEXPOOL	LGIP	TexPool	413,340.22	73.09	0.00	0.00	0.00	413,413.31	413,340.22	413,413.31	73.09
<b>Total for Capital Project AFB</b>			<b>413,340.22</b>	<b>73.09</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>413,413.31</b>	<b>413,340.22</b>	<b>413,413.31</b>	<b>73.09</b>
<b>General Operating Fund</b>											
BBVA-NW	BANK DEP	BBVA Compass MM	2,483,693.01	504.52	0.00	0.00	0.00	2,484,197.53	2,483,693.01	2,484,197.53	504.52
TEXPOOL	LGIP	TexPool	114,986,440.36	0.00	(12,875,663.08)	0.00	0.00	102,110,777.28	114,986,440.36	102,110,777.28	(12,875,663.08)
<b>Total for General Operating Fund</b>			<b>117,470,133.37</b>	<b>504.52</b>	<b>(12,875,663.08)</b>	<b>0.00</b>	<b>0.00</b>	<b>104,594,974.81</b>	<b>117,470,133.37</b>	<b>104,594,974.81</b>	<b>(12,875,158.56)</b>
<b>Interest &amp; Sinking</b>											
TEXPOOL	LGIP	TexPool	58,579,017.80	431,651.59	0.00	0.00	0.00	59,010,669.39	58,579,017.80	59,010,669.39	431,651.59
<b>Total for Interest &amp; Sinking</b>			<b>58,579,017.80</b>	<b>431,651.59</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>59,010,669.39</b>	<b>58,579,017.80</b>	<b>59,010,669.39</b>	<b>431,651.59</b>
<b>Total for Northwest ISD</b>			<b>366,440,932.33</b>	<b>433,480.69</b>	<b>(23,481,055.78)</b>	<b>0.00</b>	<b>0.00</b>	<b>343,393,357.24</b>	<b>366,440,932.33</b>	<b>343,393,357.24</b>	<b>(23,047,575.09)</b>

CUSIP	Security Type	Security Description	Beg. Accrued	Interest Earned	Interest Rec'd / Sold / Matured	Interest Purchased	Ending Accrued	Disc Accr / Prem Amort	Net Income
<b>Activity Account</b>									
TEXPOOL	LGIP	TexPool	0.00	30.40	30.40	0.00	0.00	0.00	30.40
<b>Total for Activity Account</b>			<b>0.00</b>	<b>30.40</b>	<b>30.40</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>30.40</b>
<b>Capital Project</b>									
BBVA-NWL	BANK DEP	BBVA Compass LIBOR	0.00	431.77	431.77	0.00	0.00	0.00	431.77
BBVA-NWZ	BANK DEP	BBVA Compass ZBA Int	0.00	1,221.09	1,221.09	0.00	0.00	0.00	1,221.09
TEXPOOL	LGIP	TexPool	0.00	27,475.96	27,475.96	0.00	0.00	0.00	27,475.96
<b>Total for Capital Project</b>			<b>0.00</b>	<b>29,128.82</b>	<b>29,128.82</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>29,128.82</b>
<b>Capital Project AFB</b>									
TEXPOOL	LGIP	TexPool	0.00	73.09	73.09	0.00	0.00	0.00	73.09
<b>Total for Capital Project AFB</b>			<b>0.00</b>	<b>73.09</b>	<b>73.09</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>73.09</b>
<b>General Operating Fund</b>									
BBVA-NW	BANK DEP	BBVA Compass MM	0.00	504.52	504.52	0.00	0.00	0.00	504.52
TEXPOOL	LGIP	TexPool	0.00	19,644.87	19,644.87	0.00	0.00	0.00	19,644.87
<b>Total for General Operating Fund</b>			<b>0.00</b>	<b>20,149.39</b>	<b>20,149.39</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>20,149.39</b>
<b>Interest &amp; Sinking</b>									
TEXPOOL	LGIP	TexPool	0.00	10,387.12	10,387.12	0.00	0.00	0.00	10,387.12
<b>Total for Interest &amp; Sinking</b>			<b>0.00</b>	<b>10,387.12</b>	<b>10,387.12</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>10,387.12</b>
<b>Total for Northwest ISD</b>			<b>0.00</b>	<b>59,768.82</b>	<b>59,768.82</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>59,768.82</b>