



## Investment Portfolio Summary

### Northwest ISD



For the Month Ended

July 31, 2021

**Report Name**

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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 - JULY 2021:**

The corona virus, and more specifically the Delta variant, have taken over headlines in recent weeks. Unfortunately, the news is not good as a rapid acceleration in cases has renewed fears. Los Angeles' mask mandates have returned, along with warnings of pending restrictions on businesses if current trends continue. The weekly average of new cases has quadrupled and hospitalizations in Florida have hit pandemic highs. It's early, but if the trend continues this will impact travel, dining, sporting events, conferences, etc. It will also impact planning for fall and winter activities, and in doing so will weigh on economic growth.

Economic data extended its strong run, albeit with signs of some moderation. The ISM manufacturing index slipped from 61.2 to 60.6 in June, still very strong historically, but down from a 38-year high in March. The ISM non-manufacturing (service sector) index fell to 60.1 in June from 64.0 in May. In context, however, May's 64.0 reading was the highest since the survey began in 1997. The June labor report was stronger than expected with +850k jobs added to U.S. company payrolls. It was the biggest monthly increase since last August. The monthly trend is clearly positive, however, total employment is still 6.8 million below the February 2020 count, so there's a long way to go to before the Fed meets its employment target. The unemployment rate ticked up a notch from +5.8% to +5.9% in June, although this means very little. It's not unusual for the unemployment rate to move higher as the labor market outlook improves and job searches resume. On the consumer front, retail sales climbed +0.6% last month to \$621.3 billion, +18.2% above pre-pandemic levels. Inflation is still a hot topic for investors and the Fed. The headline consumer price index almost doubled expectations rising by +0.9%, the largest increase since June 2008. Over the last 12 months, overall CPI is up +5.4%. Core CPI, which excludes food and energy, was also up +0.9% in June, while the year-over-year core rose +4.5%, the largest 12-month rise since 1991. The first estimate of second quarter GDP fell short of the lofty +8.4% forecast with a lesser +6.5% advance. However, inventory draws subtracted -1.1% from that headline and with personal consumption booming at +11.8% those inventories will have to be restocked, suggesting stronger future growth. Third quarter data will be closely watched with markets looking for more improvement in the labor market and moderation on the inflation front.

The FOMC met at the end of July and while the committee did begin discussions around tapering QE asset purchases, there was no action plan and no specific dates mentioned. Committee members would like to see the broad economy achieve "substantial further progress" before actual tapering begins. Economists are now eyeing the November or December meeting as the most likely timeframe for a more concrete taper announcement.

It's been quite a roller coaster ride for U.S. government bond yields. After initially shrugging off June's CPI print, bond yields rose when the U.S. Treasury's auction of 30-year bonds met resistance. Investors were understandably hesitant to buy 30-year debt at yields below 2% on the same day CPI printed above 5%. Yields have been see-sawing back and forth ever since. The two-year Treasury note has traded as low as 0.185% and as high as 0.265%. The five-year has swung between 0.63% and 0.85% while the 10-year saw its trading range expand from a low of 1.13% to a high of 1.42%. For bonds that had been stuck in very narrow bands, these are fairly wide ranges.

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**For the Month Ended**  
**July 31, 2021**

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

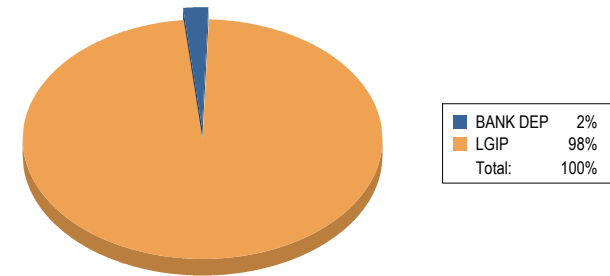
**Account Summary**

**Allocation by Security Type**

Beginning Values as of 06/30/21

Ending Values as of 07/31/21

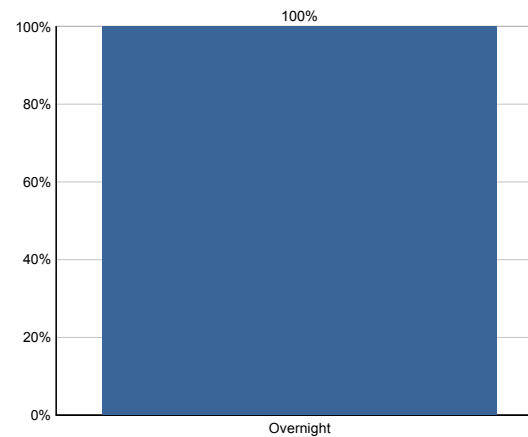
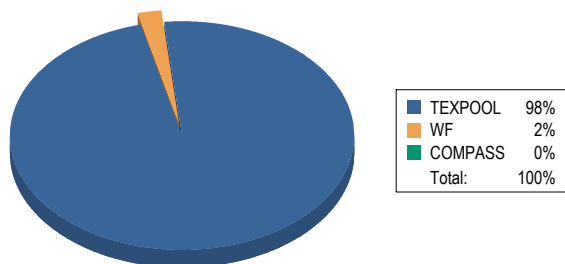
Par Value	279,571,966.63	450,081,588.85
Market Value	279,571,966.63	450,081,588.85
Book Value	279,571,966.63	450,081,588.85
Unrealized Gain/(Loss)	0.00	0.00
<b>Market Value %</b>	<b>100.00%</b>	<b>100.00%</b>
Weighted Avg. YTW	0.014%	0.022%
Weighted Avg. YTM	0.014%	0.022%



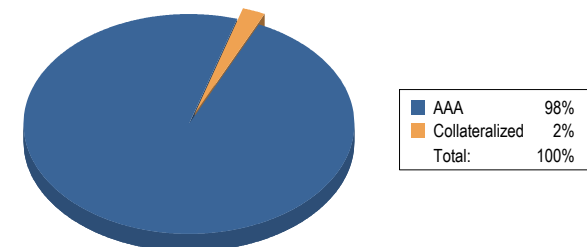
**Allocation by Issuer**

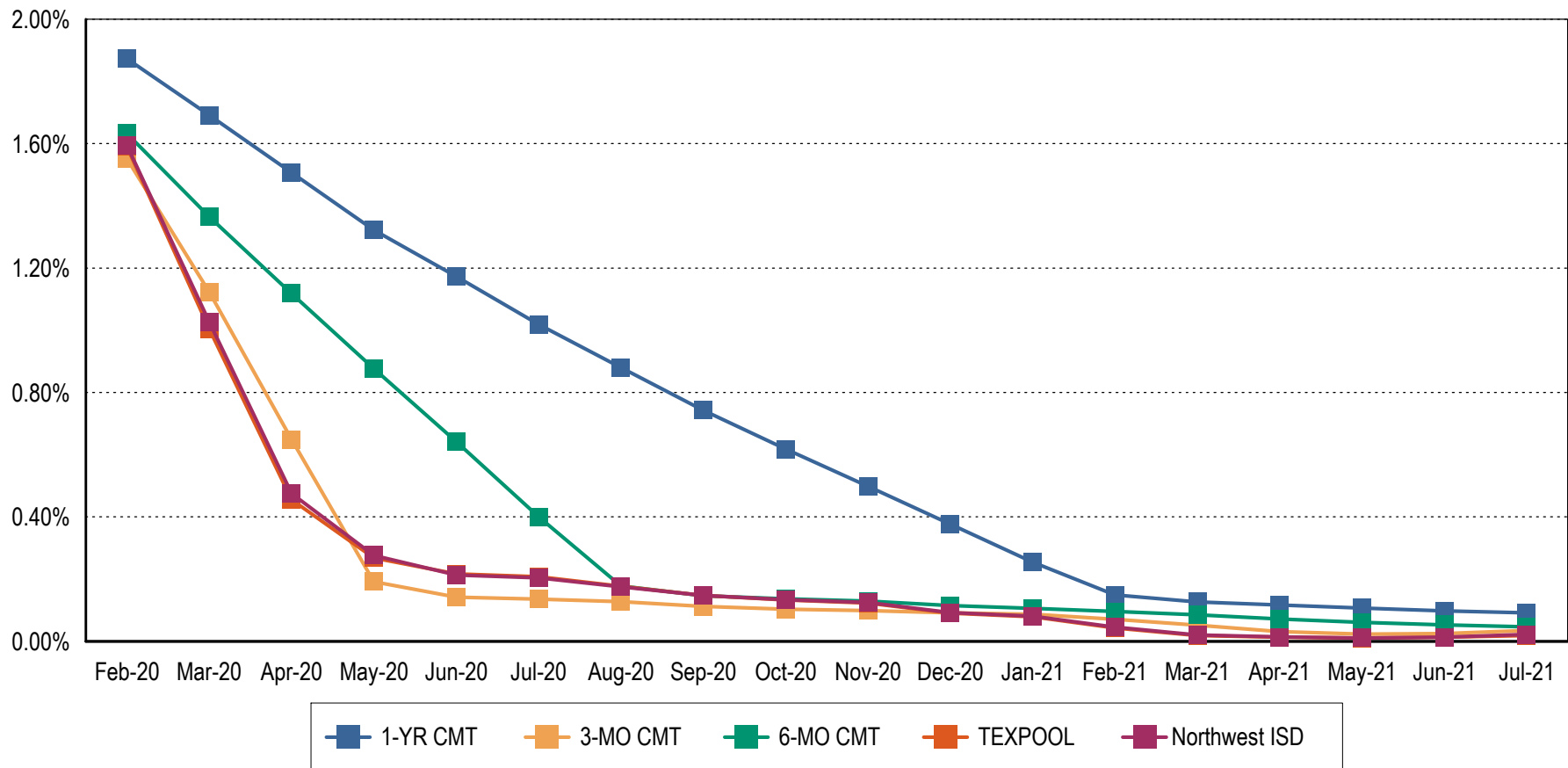
**Maturity Distribution %**

**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					172,210.52	100.000	172,210.52	172,210.52	100.000	172,210.52	1		0.019	0.019
<b>Total for Activity Account</b>								<b>172,210.52</b>	<b>100.000</b>	<b>172,210.52</b>	<b>172,210.52</b>	<b>100.000</b>	<b>172,210.52</b>	<b>1</b>		<b>0.019</b>	<b>0.019</b>
<b>Capital Project</b>																	
TEXPOOL		LGIP	TexPool					282,084,528.96	100.000	282,084,528.96	282,084,528.96	100.000	282,084,528.96	1		0.019	0.019
<b>Total for Capital Project</b>								<b>282,084,528.96</b>	<b>100.000</b>	<b>282,084,528.96</b>	<b>282,084,528.96</b>	<b>100.000</b>	<b>282,084,528.96</b>	<b>1</b>		<b>0.019</b>	<b>0.019</b>
<b>Capital Project AFB</b>																	
TEXPOOL		LGIP	TexPool					413,713.27	100.000	413,713.27	413,713.27	100.000	413,713.27	1		0.019	0.019
<b>Total for Capital Project AFB</b>								<b>413,713.27</b>	<b>100.000</b>	<b>413,713.27</b>	<b>413,713.27</b>	<b>100.000</b>	<b>413,713.27</b>	<b>1</b>		<b>0.019</b>	<b>0.019</b>
<b>General Operating Fund</b>																	
TEXPOOL		LGIP	TexPool					87,627,143.62	100.000	87,627,143.62	87,627,143.62	100.000	87,627,143.62	1		0.019	0.019
WF-NWISD		BANK DEP	Wells Fargo Bk					9,730,122.86	100.000	9,730,122.86	9,730,122.86	100.000	9,730,122.86	1		0.160	0.160
<b>Total for General Operating Fund</b>								<b>97,357,266.48</b>	<b>100.000</b>	<b>97,357,266.48</b>	<b>97,357,266.48</b>	<b>100.000</b>	<b>97,357,266.48</b>	<b>1</b>		<b>0.033</b>	<b>0.033</b>
<b>Interest &amp; Sinking</b>																	
TEXPOOL		LGIP	TexPool					70,053,869.62	100.000	70,053,869.62	70,053,869.62	100.000	70,053,869.62	1		0.019	0.019
<b>Total for Interest &amp; Sinking</b>								<b>70,053,869.62</b>	<b>100.000</b>	<b>70,053,869.62</b>	<b>70,053,869.62</b>	<b>100.000</b>	<b>70,053,869.62</b>	<b>1</b>		<b>0.019</b>	<b>0.019</b>
<b>Total for Northwest ISD</b>								<b>450,081,588.85</b>	<b>100.000</b>	<b>450,081,588.85</b>	<b>450,081,588.85</b>	<b>100.000</b>	<b>450,081,588.85</b>	<b>1</b>		<b>0.022</b>	<b>0.022</b>

CUSIP	Security Type	Security Description	06/30/21 Book Value	Cost of Purchases	Maturities / Calls / Sales	Amortization / Accretion	Realized Gain/(Loss)	07/31/21 Book Value	06/30/21 Market Value	07/31/21 Market Value	Change in Mkt Value
<b>Activity Account</b>											
TEXPOOL	LGIP	TexPool	172,207.78	2.74	0.00	0.00	0.00	172,210.52	172,207.78	172,210.52	2.74
<b>Total for Activity Account</b>			<b>172,207.78</b>	<b>2.74</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>172,210.52</b>	<b>172,207.78</b>	<b>172,210.52</b>	<b>2.74</b>
<b>Capital Project</b>											
BBVA-NWL	BANK DEP	BBVA Compass LIBOR	1,301,619.50	0.00	(1,301,619.50)	0.00	0.00	0.00	1,301,619.50	0.00	(1,301,619.50)
BBVA-NWZ	BANK DEP	BBVA Compass ZBA Int	5,315,911.26	0.00	(5,315,911.26)	0.00	0.00	0.00	5,315,911.26	0.00	(5,315,911.26)
TEXPOOL	LGIP	TexPool	85,308,666.49	196,775,862.47	0.00	0.00	0.00	282,084,528.96	85,308,666.49	282,084,528.96	196,775,862.47
<b>Total for Capital Project</b>			<b>91,926,197.25</b>	<b>196,775,862.47</b>	<b>(6,617,530.76)</b>	<b>0.00</b>	<b>0.00</b>	<b>282,084,528.96</b>	<b>91,926,197.25</b>	<b>282,084,528.96</b>	<b>190,158,331.71</b>
<b>Capital Project AFB</b>											
TEXPOOL	LGIP	TexPool	413,706.65	6.62	0.00	0.00	0.00	413,713.27	413,706.65	413,713.27	6.62
<b>Total for Capital Project AFB</b>			<b>413,706.65</b>	<b>6.62</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>413,713.27</b>	<b>413,706.65</b>	<b>413,713.27</b>	<b>6.62</b>
<b>General Operating Fund</b>											
BBVA-NW	BANK DEP	BBVA Compass MM	85,091.20	0.00	(85,091.20)	0.00	0.00	0.00	85,091.20	0.00	(85,091.20)
TEXPOOL	LGIP	TexPool	119,896,955.46	0.00	(32,269,811.84)	0.00	0.00	87,627,143.62	119,896,955.46	87,627,143.62	(32,269,811.84)
WF-NWISD	BANK DEP	Wells Fargo Bk	0.00	9,730,122.88	0.00	0.00	0.00	9,730,122.86	0.00	9,730,122.86	9,730,122.86
<b>Total for General Operating Fund</b>			<b>119,982,046.66</b>	<b>9,730,122.88</b>	<b>(32,354,903.04)</b>	<b>0.00</b>	<b>0.00</b>	<b>97,357,266.48</b>	<b>119,982,046.66</b>	<b>97,357,266.48</b>	<b>(22,624,780.18)</b>
<b>Interest &amp; Sinking</b>											
TEXPOOL	LGIP	TexPool	67,077,808.29	2,976,061.33	0.00	0.00	0.00	70,053,869.62	67,077,808.29	70,053,869.62	2,976,061.33
<b>Total for Interest &amp; Sinking</b>			<b>67,077,808.29</b>	<b>2,976,061.33</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>70,053,869.62</b>	<b>67,077,808.29</b>	<b>70,053,869.62</b>	<b>2,976,061.33</b>
<b>Total for Northwest ISD</b>			<b>279,571,966.63</b>	<b>209,482,056.04</b>	<b>(38,972,433.80)</b>	<b>0.00</b>	<b>0.00</b>	<b>450,081,588.85</b>	<b>279,571,966.63</b>	<b>450,081,588.85</b>	<b>170,509,622.22</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	2.74	2.74	0.00	0.00	0.00	2.74
<b>Total for Activity Account</b>			<b>0.00</b>	<b>2.74</b>	<b>2.74</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>2.74</b>
<b>Capital Project</b>									
BBVA-NWL	BANK DEP	BBVA Compass LIBOR	0.00	32.09	32.09	0.00	0.00	0.00	32.09
BBVA-NWZ	BANK DEP	BBVA Compass ZBA Int	0.00	168.06	168.06	0.00	0.00	0.00	168.06
TEXPOOL	LGIP	TexPool	0.00	2,428.67	2,428.67	0.00	0.00	0.00	2,428.67
<b>Total for Capital Project</b>			<b>0.00</b>	<b>2,628.82</b>	<b>2,628.82</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>2,628.82</b>
<b>Capital Project AFB</b>									
TEXPOOL	LGIP	TexPool	0.00	6.62	6.62	0.00	0.00	0.00	6.62
<b>Total for Capital Project AFB</b>			<b>0.00</b>	<b>6.62</b>	<b>6.62</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>6.62</b>
<b>General Operating Fund</b>									
BBVA-NW	BANK DEP	BBVA Compass MM	0.00	2.10	2.10	0.00	0.00	0.00	2.10
TEXPOOL	LGIP	TexPool	0.00	1,706.39	1,706.39	0.00	0.00	0.00	1,706.39
<b>Total for General Operating Fund</b>			<b>0.00</b>	<b>1,708.49</b>	<b>1,708.49</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>1,708.49</b>
<b>Interest &amp; Sinking</b>									
TEXPOOL	LGIP	TexPool	0.00	1,104.94	1,104.94	0.00	0.00	0.00	1,104.94
<b>Total for Interest &amp; Sinking</b>			<b>0.00</b>	<b>1,104.94</b>	<b>1,104.94</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>1,104.94</b>
<b>Total for Northwest ISD</b>			<b>0.00</b>	<b>5,451.61</b>	<b>5,451.61</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>5,451.61</b>