



## Investment Portfolio Summary

### Northwest ISD



For the Month Ended

May 31, 2021

**Report Name**

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- Detail of Security Holdings
- Change in Value
- Earned Income
- Investment Transactions
- Amortization and Accretion
- Projected Fixed Income Cash Flows

**MARKET RECAP - MAY 2021:**

Just over half of the U.S. population is now fully vaccinated, and the consensus is that the U.S. economy will be wide open this summer. Exactly what that will mean for economic growth, inflation and future Fed policy remains to be seen. However, what has become apparent is that businesses are struggling to keep up with the sudden surge in demand. The ISM headline manufacturing dropped from a record high of 64.7 to 60.7 in April with most sub-indexes slipping a bit, but still signaling historical strength in the factory sector. All 18 industry sectors were expanding. The ISM non-manufacturing index slipped from an all-time high of 63.7 in March to 62.7 in April but remains elevated. Both ISM surveys for April indicated widespread shortages of raw materials, increasing price pressures, and challenges in finding and retaining qualified workers. Oddly, U.S. businesses added just +266k jobs to company payrolls in April, while prior month revisions subtracted -78k. When the revisions are factored in, the net payroll add for April was just +188k, well short of the 1 million median forecast. The headline unemployment rate, expected to fall from 6.0% to 5.8%, actually rose to 6.1%. However, initial jobless claims have fallen to a 14-month low and the Job Openings and Labor Turnover Survey revealed a record high 8.1 million open positions as employers struggle to find qualified, willing candidates.

The headline retail sales number for April was unchanged, falling short of the median forecast of +1.0%. However, the March sales gain was revised upward from +9.8% to +10.7%, so the net result wasn't far off the mark. And, just maintaining the elevated pace of March sales is a feat in and of itself. Consumer demand is very strong; producers simply can't keep up. GDP expanded at a quarter-over-quarter annualized rate of +6.4% in Q1 but that figure was restrained by the volatile inventory component which subtracted 2.6 percentage points from the headline as business stockpiles were unable to keep pace with the boom in consumer spending. Today's depleted inventories translate into tomorrow's increased production, suggesting the inventory contribution will be positive in future quarters. Net exports were another drag on growth, as imports far exceeded exports. If inventories and net exports are excluded, the GDP print would be closer to +10.0%. Q1 was a very good quarter. Continued vaccine progress, trillions of stimulus dollars in the pipeline adding to piles of sidelined cash, and expectations of widespread summer travel signal even better days ahead.

On the inflation front, the Consumer Price Index (CPI) rose +0.8% in April, the biggest monthly gain since June 2009. On a year-over-year basis, headline CPI was up +4.2%, the largest annual gain since September 2008. Fed officials had braced investors for the "base effect," whereby year-over-year price increases would reflect the difference between depressed prices during the 2020 spring shutdown and normalized prices today. April's inflation numbers went well beyond that, yet the Fed still believes any increases will be transitory. For now, the Fed will look the other way, with plans to keep monetary policy accommodative until fulfilling their primary goal of reaching full employment. Investors seem to be on board. Short-term Treasury yields continue their descent with T-bills inside of 90 days trading at negative yields, out to 6-months barely positive, and the 1-year yielding just over 3 basis points. The intermediate curve, from 2- to 7-years, has held steady, moving only a few basis points with the 2-year stuck at 0.14%.

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**For the Month Ended**  
**May 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

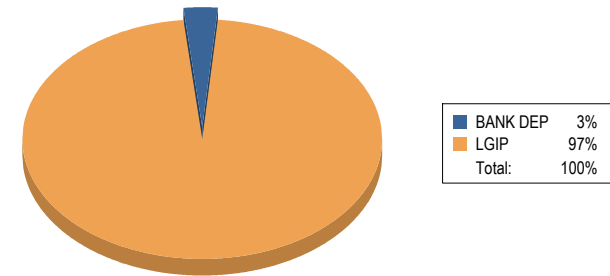
**Account Summary**

**Allocation by Security Type**

Beginning Values as of 04/30/21

Ending Values as of 05/31/21

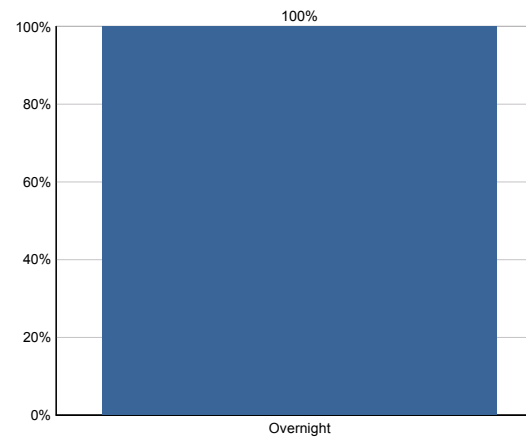
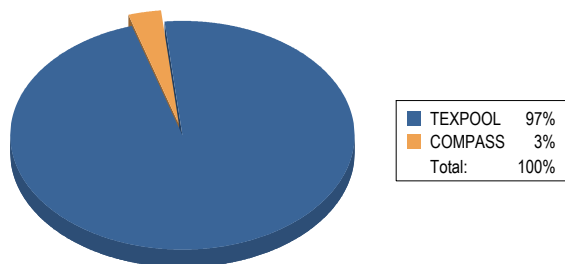
Par Value	325,659,053.01	306,492,122.91
Market Value	325,659,053.01	306,492,122.91
Book Value	325,659,053.01	306,492,122.91
Unrealized Gain/(Loss)	0.00	0.00
<b>Market Value %</b>	<b>100.00%</b>	<b>100.00%</b>
Weighted Avg. YTW	0.014%	0.011%
Weighted Avg. YTM	0.014%	0.011%



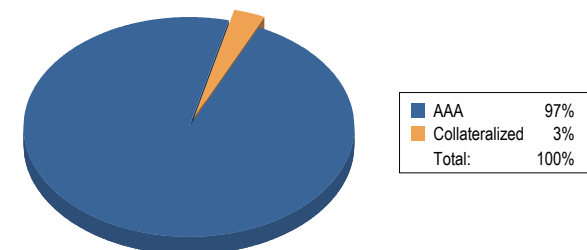
**Allocation by Issuer**

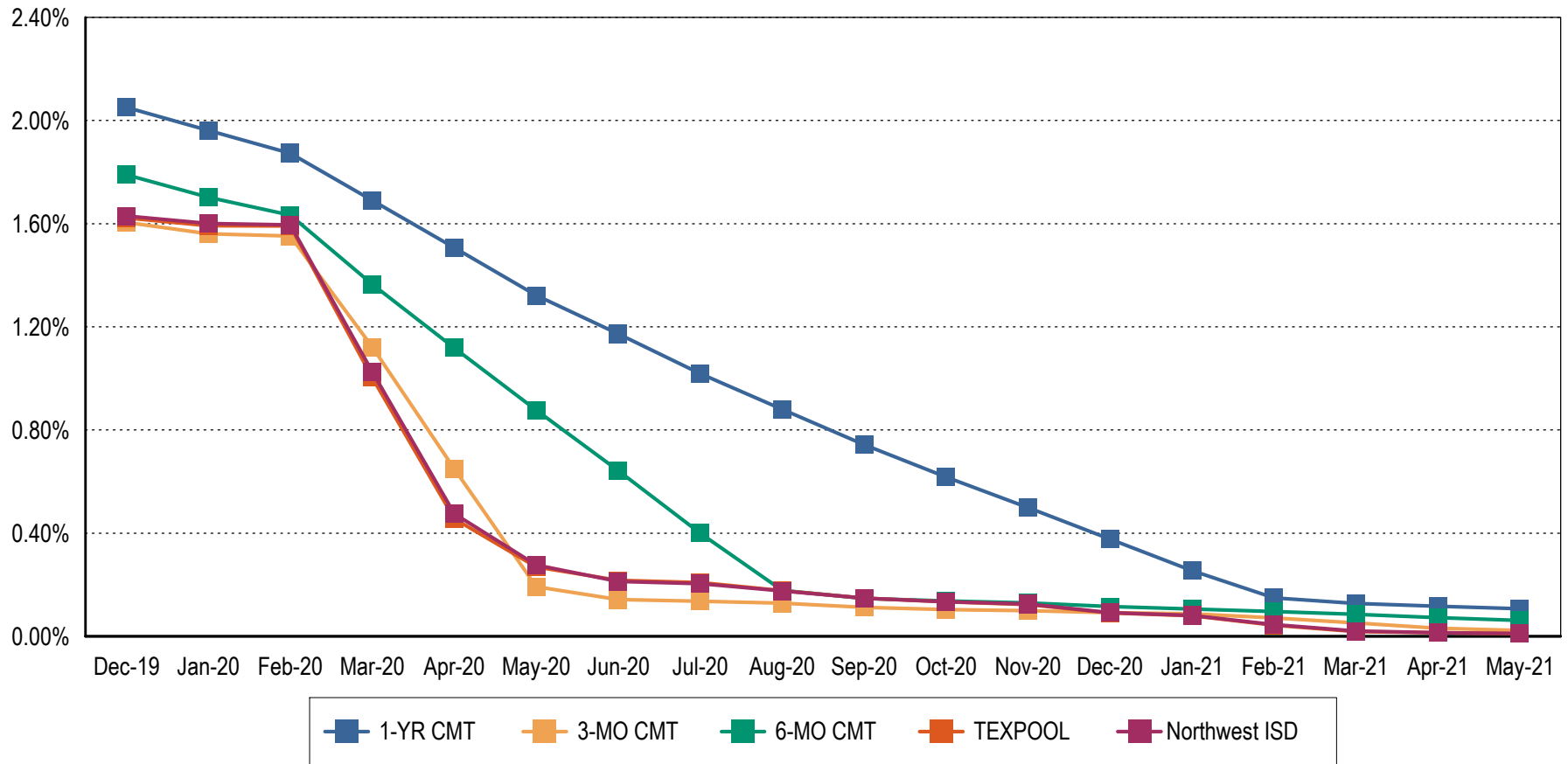
**Maturity Distribution %**

**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					172,205.89	100.000	172,205.89	172,205.89	100.000	172,205.89	1		0.010	0.010
<b>Total for Activity Account</b>								<b>172,205.89</b>	<b>100.000</b>	<b>172,205.89</b>	<b>172,205.89</b>	<b>100.000</b>	<b>172,205.89</b>	<b>1</b>		<b>0.010</b>	<b>0.010</b>
<b>Capital Project</b>																	
BBVA-NWL		BANK DEP	BBVA Compass LIBOR					1,301,586.34	100.000	1,301,586.34	1,301,586.34	100.000	1,301,586.34	1		0.030	0.030
BBVA-NWZ		BANK DEP	BBVA Compass ZBA Int					8,315,699.38	100.000	8,315,699.38	8,315,699.38	100.000	8,315,699.38	1		0.030	0.030
TEXPOOL		LGIP	TexPool					89,846,188.00	100.000	89,846,188.00	89,846,188.00	100.000	89,846,188.00	1		0.010	0.010
<b>Total for Capital Project</b>								<b>99,463,473.72</b>	<b>100.000</b>	<b>99,463,473.72</b>	<b>99,463,473.72</b>	<b>100.000</b>	<b>99,463,473.72</b>	<b>1</b>		<b>0.012</b>	<b>0.012</b>
<b>Capital Project AFB</b>																	
TEXPOOL		LGIP	TexPool					413,702.26	100.000	413,702.26	413,702.26	100.000	413,702.26	1		0.010	0.010
<b>Total for Capital Project AFB</b>								<b>413,702.26</b>	<b>100.000</b>	<b>413,702.26</b>	<b>413,702.26</b>	<b>100.000</b>	<b>413,702.26</b>	<b>1</b>		<b>0.010</b>	<b>0.010</b>
<b>General Operating Fund</b>																	
BBVA-NW		BANK DEP	BBVA Compass MM					85,089.03	100.000	85,089.03	85,089.03	100.000	85,089.03	1		0.030	0.030
TEXPOOL		LGIP	TexPool					139,803,556.73	100.000	139,803,556.73	139,803,556.73	100.000	139,803,556.73	1		0.010	0.010
<b>Total for General Operating Fund</b>								<b>139,888,645.76</b>	<b>100.000</b>	<b>139,888,645.76</b>	<b>139,888,645.76</b>	<b>100.000</b>	<b>139,888,645.76</b>	<b>1</b>		<b>0.010</b>	<b>0.010</b>
<b>Interest &amp; Sinking</b>																	
TEXPOOL		LGIP	TexPool					66,554,095.28	100.000	66,554,095.28	66,554,095.28	100.000	66,554,095.28	1		0.010	0.010
<b>Total for Interest &amp; Sinking</b>								<b>66,554,095.28</b>	<b>100.000</b>	<b>66,554,095.28</b>	<b>66,554,095.28</b>	<b>100.000</b>	<b>66,554,095.28</b>	<b>1</b>		<b>0.010</b>	<b>0.010</b>
<b>Total for Northwest ISD</b>								<b>306,492,122.91</b>	<b>100.000</b>	<b>306,492,122.91</b>	<b>306,492,122.91</b>	<b>100.000</b>	<b>306,492,122.91</b>	<b>1</b>		<b>0.011</b>	<b>0.011</b>

CUSIP	Security Type	Security Description	04/30/21 Book Value	Cost of Purchases	Maturities / Calls / Sales	Amortization / Accretion	Realized Gain/(Loss)	05/31/21 Book Value	04/30/21 Market Value	05/31/21 Market Value	Change in Mkt Value
<b>Activity Account</b>											
TEXPOOL	LGIP	TexPool	172,204.33	1.56	0.00	0.00	0.00	172,205.89	172,204.33	172,205.89	1.56
<b>Total for Activity Account</b>			<b>172,204.33</b>	<b>1.56</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>172,205.89</b>	<b>172,204.33</b>	<b>172,205.89</b>	<b>1.56</b>
<b>Capital Project</b>											
BBVA-NWL	BANK DEP	BBVA Compass LIBOR	1,301,549.97	36.37	0.00	0.00	0.00	1,301,586.34	1,301,549.97	1,301,586.34	36.37
BBVA-NWZ	BANK DEP	BBVA Compass ZBA Int	8,315,467.00	232.38	0.00	0.00	0.00	8,315,699.38	8,315,467.00	8,315,699.38	232.38
TEXPOOL	LGIP	TexPool	95,655,011.98	0.00	(5,808,823.98)	0.00	0.00	89,846,188.00	95,655,011.98	89,846,188.00	(5,808,823.98)
<b>Total for Capital Project</b>			<b>105,272,028.95</b>	<b>268.75</b>	<b>(5,808,823.98)</b>	<b>0.00</b>	<b>0.00</b>	<b>99,463,473.72</b>	<b>105,272,028.95</b>	<b>99,463,473.72</b>	<b>(5,808,555.23)</b>
<b>Capital Project AFB</b>											
TEXPOOL	LGIP	TexPool	413,698.82	3.44	0.00	0.00	0.00	413,702.26	413,698.82	413,702.26	3.44
<b>Total for Capital Project AFB</b>			<b>413,698.82</b>	<b>3.44</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>413,702.26</b>	<b>413,698.82</b>	<b>413,702.26</b>	<b>3.44</b>
<b>General Operating Fund</b>											
BBVA-NW	BANK DEP	BBVA Compass MM	85,078.61	10.42	0.00	0.00	0.00	85,089.03	85,078.61	85,089.03	10.42
TEXPOOL	LGIP	TexPool	153,929,860.08	0.00	(14,126,303.35)	0.00	0.00	139,803,556.73	153,929,860.08	139,803,556.73	(14,126,303.35)
<b>Total for General Operating Fund</b>			<b>154,014,938.69</b>	<b>10.42</b>	<b>(14,126,303.35)</b>	<b>0.00</b>	<b>0.00</b>	<b>139,888,645.76</b>	<b>154,014,938.69</b>	<b>139,888,645.76</b>	<b>(14,126,292.93)</b>
<b>Interest &amp; Sinking</b>											
TEXPOOL	LGIP	TexPool	65,786,182.22	767,913.06	0.00	0.00	0.00	66,554,095.28	65,786,182.22	66,554,095.28	767,913.06
<b>Total for Interest &amp; Sinking</b>			<b>65,786,182.22</b>	<b>767,913.06</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>66,554,095.28</b>	<b>65,786,182.22</b>	<b>66,554,095.28</b>	<b>767,913.06</b>
<b>Total for Northwest ISD</b>			<b>325,659,053.01</b>	<b>768,197.23</b>	<b>(19,935,127.33)</b>	<b>0.00</b>	<b>0.00</b>	<b>306,492,122.91</b>	<b>325,659,053.01</b>	<b>306,492,122.91</b>	<b>(19,166,930.10)</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	1.56	1.56	0.00	0.00	0.00	1.56
<b>Total for Activity Account</b>			<b>0.00</b>	<b>1.56</b>	<b>1.56</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>1.56</b>
<b>Capital Project</b>									
BBVA-NWL	BANK DEP	BBVA Compass LIBOR	0.00	36.37	36.37	0.00	0.00	0.00	36.37
BBVA-NWZ	BANK DEP	BBVA Compass ZBA Int	0.00	232.38	232.38	0.00	0.00	0.00	232.38
TEXPOOL	LGIP	TexPool	0.00	814.86	814.86	0.00	0.00	0.00	814.86
<b>Total for Capital Project</b>			<b>0.00</b>	<b>1,083.61</b>	<b>1,083.61</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>1,083.61</b>
<b>Capital Project AFB</b>									
TEXPOOL	LGIP	TexPool	0.00	3.44	3.44	0.00	0.00	0.00	3.44
<b>Total for Capital Project AFB</b>			<b>0.00</b>	<b>3.44</b>	<b>3.44</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>3.44</b>
<b>General Operating Fund</b>									
BBVA-NW	BANK DEP	BBVA Compass MM	0.00	10.42	10.42	0.00	0.00	0.00	10.42
TEXPOOL	LGIP	TexPool	0.00	1,290.21	1,290.21	0.00	0.00	0.00	1,290.21
<b>Total for General Operating Fund</b>			<b>0.00</b>	<b>1,300.63</b>	<b>1,300.63</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>1,300.63</b>
<b>Interest &amp; Sinking</b>									
TEXPOOL	LGIP	TexPool	0.00	572.25	572.25	0.00	0.00	0.00	572.25
<b>Total for Interest &amp; Sinking</b>			<b>0.00</b>	<b>572.25</b>	<b>572.25</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>572.25</b>
<b>Total for Northwest ISD</b>			<b>0.00</b>	<b>2,961.49</b>	<b>2,961.49</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>2,961.49</b>