



Investment Portfolio Summary

Northwest ISD



For the Month Ended

January 31, 2022

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MARKET RECAP - JANUARY 2022:

As has been the case for many months, January's slate of economic data reflected a strong economy hampered by supply chain issues and yet another wave of COVID cases as the Omicron variant spread rapidly. The December ISM manufacturing survey indicated factory improvement despite a decline in the headline composite, which fell from 61.1 to a still solid 58.7. Supplier delivery times (the only ISM component in which a decline is considered good news) dropped from 72.2 to 64.9, hinting that bottlenecks may be easing, although supply chains remain far from normal. The December employment report was a mixed bag with payrolls increasing a smaller-than-expected +199k but the unemployment rate dropping from 4.2% to 3.9%, just 4/10ths above the 50-year low from before the pandemic. The return of jobs lost during the pandemic is what Fed officials have been focusing on, but they've finally come to realize that while the jobs are back, the workers aren't. *This has been obvious to everybody but the Fed for a while.* With 10.9 million job openings and only 6.3 million Americans officially unemployed and looking for work, there's a case to be made that the economy has reached full employment. This is a recipe for higher wages and by proxy higher prices. This seems to be borne out by recent inflation data as the December headline consumer price index was up +7.0% year-over-year, the highest since 1982. Inflation is no longer just isolated to pandemic-sensitive sectors, reopening pressures, or transitory factors. It's broad-based and excessive. Inflation readings are expected to remain elevated for several more months before moderating in the second half of the year as base effects become more favorable. Still, it will likely be years before we return to the Fed's 2% inflation target. And while the Fed may have been slow to react initially, they are making up for it with tough talk.

Financial markets began 2022 with frayed nerves as the highest inflation in 40 years finally forced the Fed to shift to a more hawkish stance. Expectations for tighter monetary policy had already sent stocks lower and bond yields higher throughout December. That trend would continue into January as speeches from several FOMC members and the release of minutes from the December FOMC meeting reinforced the hawkish sentiment in the opening days of the new year. By the time January drew to a close, markets had priced in five 25 basis point rate hikes over the next 12 months, up from three when the year began.

It's now a forgone conclusion the Fed will make the first hike at its mid-March meeting, the only question is whether they stick to a 25 bp hike or move more aggressively with 50 bps. In addition to rate hikes, investors are bracing for quantitative tightening, expecting the Fed to begin reducing its massive balance sheet around mid-year. Stocks were pummeled during January as expectations for tighter monetary policy and slower growth sent the S&P 500 down -5.5% and the Nasdaq down -9%, with growth-oriented shares bearing the brunt of the pain. Bond yields rose, particularly short to intermediate maturities, as the faster pace of tightening was factored in. Yields on 3-, 6- and 12-month Treasury bills climbed 15, 28, and 40 basis points respectively with closing yields of 0.18%, 0.46%, and 0.77%. The two-year T-note yield, which stood at 0.28% as recently as September 30th, went from 0.73% to 1.18%, while the three-year climbed to 1.38%.

For the Month Ended
January 31, 2022

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:

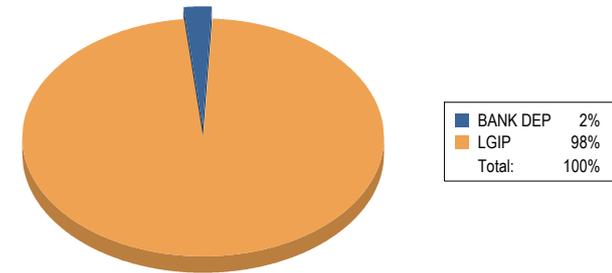
Account Summary

Allocation by Security Type

Beginning Values as of 12/31/21

Ending Values as of 01/31/22

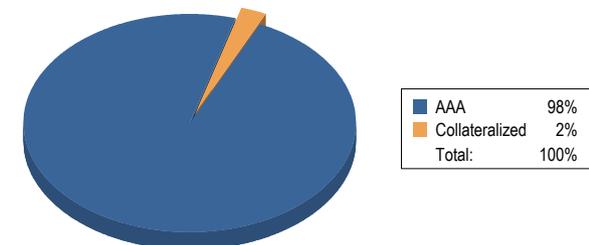
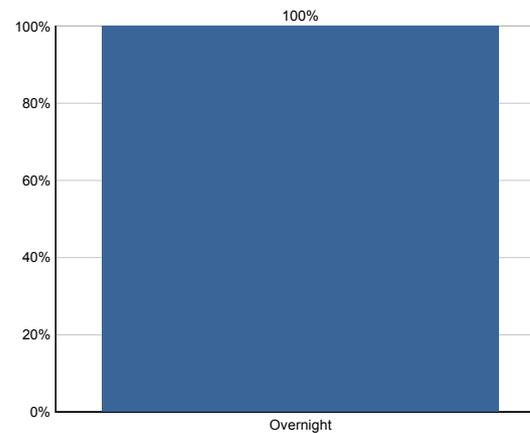
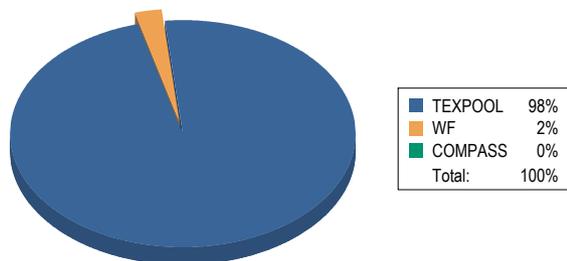
| | | |
|------------------------|----------------|----------------|
| Par Value | 429,126,985.12 | 527,435,962.77 |
| Market Value | 429,126,985.12 | 527,435,962.77 |
| Book Value | 429,126,985.12 | 527,435,962.77 |
| Unrealized Gain/(Loss) | 0.00 | 0.00 |
| Market Value % | 100.00% | 100.00% |
| | | |
| Weighted Avg. YTW | 0.042% | 0.041% |
| Weighted Avg. YTM | 0.042% | 0.041% |



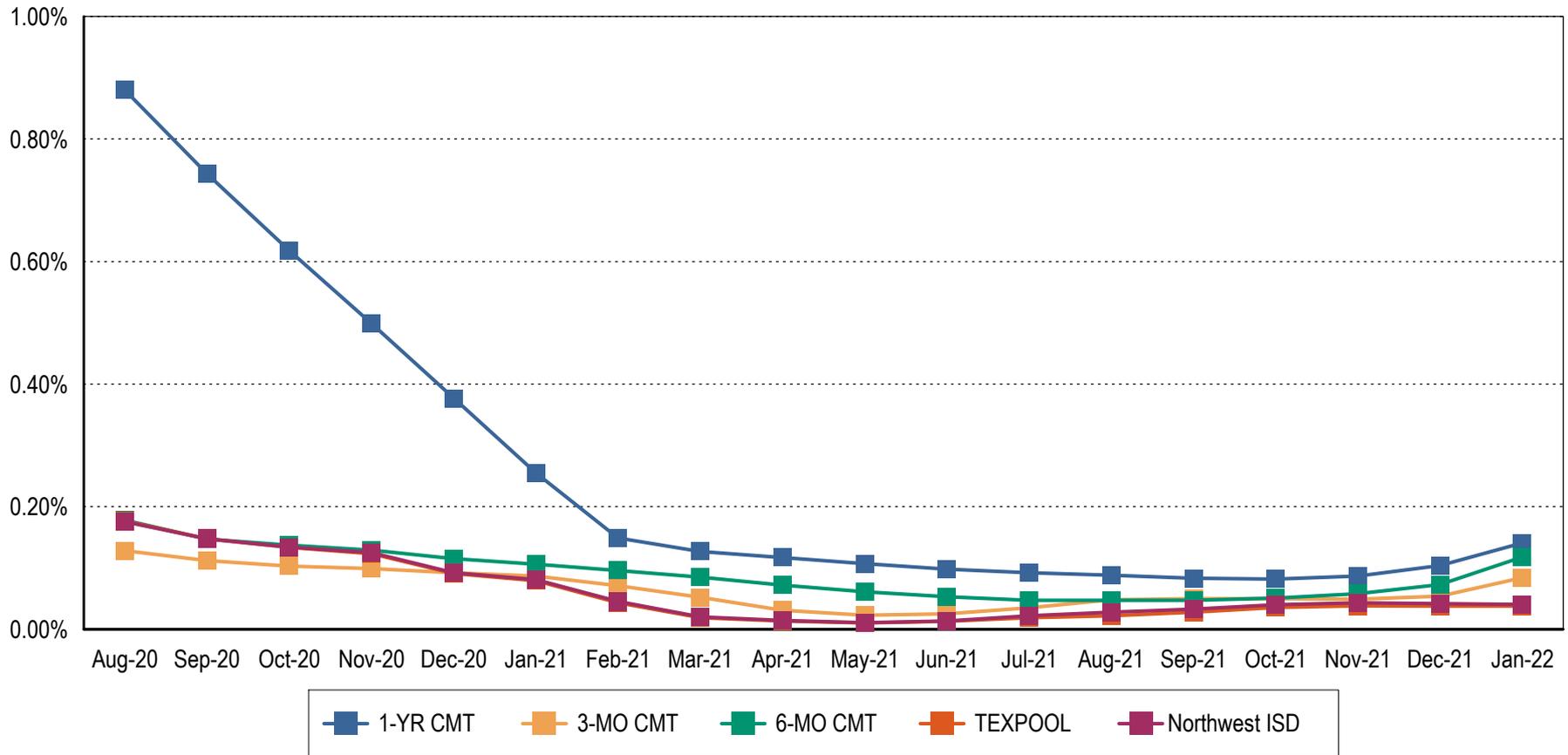
Allocation by Issuer

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.



Northwest ISD
Detail of Security Holdings
 As of 01/31/2022

| 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 | | | | | 172,239.21 | 100.000 | 172,239.21 | 172,239.21 | 100.000 | 172,239.21 | 1 | | 0.038 | 0.038 |
| Total for Activity Account | | | | | | | | 172,239.21 | 100.000 | 172,239.21 | 172,239.21 | 100.000 | 172,239.21 | 1 | | 0.038 | 0.038 |
| Capital Project | | | | | | | | | | | | | | | | | |
| TEXPOOL | | LGIP | TexPool | | | | | 240,142,578.20 | 100.000 | 240,142,578.20 | 240,142,578.20 | 100.000 | 240,142,578.20 | 1 | | 0.038 | 0.038 |
| WF-NWISD | | BANK DEP | Wells Fargo Bk | | | | | 1,939,472.34 | 100.000 | 1,939,472.34 | 1,939,472.34 | 100.000 | 1,939,472.34 | 1 | | 0.160 | 0.160 |
| Total for Capital Project | | | | | | | | 242,082,050.54 | 100.000 | 242,082,050.54 | 242,082,050.54 | 100.000 | 242,082,050.54 | 1 | | 0.039 | 0.039 |
| Capital Project AFB | | | | | | | | | | | | | | | | | |
| TEXPOOL | | LGIP | TexPool | | | | | 413,782.28 | 100.000 | 413,782.28 | 413,782.28 | 100.000 | 413,782.28 | 1 | | 0.038 | 0.038 |
| Total for Capital Project AFB | | | | | | | | 413,782.28 | 100.000 | 413,782.28 | 413,782.28 | 100.000 | 413,782.28 | 1 | | 0.038 | 0.038 |
| General Operating Fund | | | | | | | | | | | | | | | | | |
| TEXPOOL | | LGIP | TexPool | | | | | 147,266,219.81 | 100.000 | 147,266,219.81 | 147,266,219.81 | 100.000 | 147,266,219.81 | 1 | | 0.038 | 0.038 |
| WF-NWISD | | BANK DEP | Wells Fargo Bk | | | | | 6,736,513.55 | 100.000 | 6,736,513.55 | 6,736,513.55 | 100.000 | 6,736,513.55 | 1 | | 0.160 | 0.160 |
| Total for General Operating Fund | | | | | | | | 154,002,733.36 | 100.000 | 154,002,733.36 | 154,002,733.36 | 100.000 | 154,002,733.36 | 1 | | 0.043 | 0.043 |
| Interest & Sinking | | | | | | | | | | | | | | | | | |
| TEXPOOL | | LGIP | TexPool | | | | | 126,731,196.48 | 100.000 | 126,731,196.48 | 126,731,196.48 | 100.000 | 126,731,196.48 | 1 | | 0.038 | 0.038 |
| Total for Interest & Sinking | | | | | | | | 126,731,196.48 | 100.000 | 126,731,196.48 | 126,731,196.48 | 100.000 | 126,731,196.48 | 1 | | 0.038 | 0.038 |
| Payroll Clearing Fund | | | | | | | | | | | | | | | | | |
| WF-NWISD | | BANK DEP | Wells Fargo Bk | | | | | 4,033,960.90 | 100.000 | 4,033,960.90 | 4,033,960.90 | 100.000 | 4,033,960.90 | 1 | | 0.160 | 0.160 |
| Total for Payroll Clearing Fund | | | | | | | | 4,033,960.90 | 100.000 | 4,033,960.90 | 4,033,960.90 | 100.000 | 4,033,960.90 | 1 | | 0.160 | 0.160 |



Northwest ISD
Detail of Security Holdings
As of 01/31/2022

| 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 | |
|--------------------------------|-------------|-----------|------------------|-----|----------|-----------|-----------|-----------|----------------|-----------|----------------|----------------|--------------|----------------|--------------|-----|-------|-------|
| Total for Northwest ISD | | | | | | | | | 527,435,962.77 | 100.000 | 527,435,962.77 | 527,435,962.77 | 100.000 | 527,435,962.77 | 1 | | 0.041 | 0.041 |

| CUSIP | Security Type | Security Description | 12/31/21 Book Value | Cost of Purchases | Maturities / Calls / Sales | Amortization / Accretion | Realized Gain/(Loss) | 01/31/22 Book Value | 12/31/21 Market Value | 01/31/22 Market Value | Change in Mkt Value |
|-----------------------------------------|---------------|----------------------|------------------------|----------------------|-------------------------------|-----------------------------|-------------------------|------------------------|--------------------------|--------------------------|------------------------|
| Activity Account | | | | | | | | | | | |
| TEXPOOL | LGIP | TexPool | 172,233.73 | 5.48 | 0.00 | 0.00 | 0.00 | 172,239.21 | 172,233.73 | 172,239.21 | 5.48 |
| Total for Activity Account | | | 172,233.73 | 5.48 | 0.00 | 0.00 | 0.00 | 172,239.21 | 172,233.73 | 172,239.21 | 5.48 |
| Capital Project | | | | | | | | | | | |
| BBVA-NWL | BANK DEP | BBVA Compass LIBOR | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| BBVA-NWZ | BANK DEP | BBVA Compass ZBA Int | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TEXPOOL | LGIP | TexPool | 245,908,604.68 | 0.00 | (5,766,026.48) | 0.00 | 0.00 | 240,142,578.20 | 245,908,604.68 | 240,142,578.20 | (5,766,026.48) |
| WF-NWISD | BANK DEP | Wells Fargo Bk | 5,944,952.36 | 0.00 | (4,005,480.02) | 0.00 | 0.00 | 1,939,472.34 | 5,944,952.36 | 1,939,472.34 | (4,005,480.02) |
| Total for Capital Project | | | 251,853,557.04 | 0.00 | (9,771,506.50) | 0.00 | 0.00 | 242,082,050.54 | 251,853,557.04 | 242,082,050.54 | (9,771,506.50) |
| Capital Project AFB | | | | | | | | | | | |
| TEXPOOL | LGIP | TexPool | 413,769.07 | 13.21 | 0.00 | 0.00 | 0.00 | 413,782.28 | 413,769.07 | 413,782.28 | 13.21 |
| Total for Capital Project AFB | | | 413,769.07 | 13.21 | 0.00 | 0.00 | 0.00 | 413,782.28 | 413,769.07 | 413,782.28 | 13.21 |
| General Operating Fund | | | | | | | | | | | |
| BBVA-NW | BANK DEP | BBVA Compass MM | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TEXPOOL | LGIP | TexPool | 80,707,782.82 | 66,558,436.99 | 0.00 | 0.00 | 0.00 | 147,266,219.81 | 80,707,782.82 | 147,266,219.81 | 66,558,436.99 |
| WF-NWISD | BANK DEP | Wells Fargo Bk | 5,444,101.84 | 1,292,411.71 | 0.00 | 0.00 | 0.00 | 6,736,513.55 | 5,444,101.84 | 6,736,513.55 | 1,292,411.71 |
| Total for General Operating Fund | | | 86,151,884.66 | 67,850,848.70 | 0.00 | 0.00 | 0.00 | 154,002,733.36 | 86,151,884.66 | 154,002,733.36 | 67,850,848.70 |
| Interest & Sinking | | | | | | | | | | | |
| TEXPOOL | LGIP | TexPool | 86,537,231.74 | 40,193,964.74 | 0.00 | 0.00 | 0.00 | 126,731,196.48 | 86,537,231.74 | 126,731,196.48 | 40,193,964.74 |
| Total for Interest & Sinking | | | 86,537,231.74 | 40,193,964.74 | 0.00 | 0.00 | 0.00 | 126,731,196.48 | 86,537,231.74 | 126,731,196.48 | 40,193,964.74 |

| CUSIP | Security Type | Security Description | 12/31/21 Book Value | Cost of Purchases | Maturities / Calls / Sales | Amortization / Accretion | Realized Gain/(Loss) | 01/31/22 Book Value | 12/31/21 Market Value | 01/31/22 Market Value | Change in Mkt Value |
|----------------------------------------|---------------|----------------------|------------------------|-----------------------|-------------------------------|-----------------------------|-------------------------|------------------------|--------------------------|--------------------------|------------------------|
| Payroll Clearing Fund | | | | | | | | | | | |
| WF-NWISD | BANK DEP | Wells Fargo Bk | 3,998,308.88 | 35,652.02 | 0.00 | 0.00 | 0.00 | 4,033,960.90 | 3,998,308.88 | 4,033,960.90 | 35,652.02 |
| Total for Payroll Clearing Fund | | | 3,998,308.88 | 35,652.02 | 0.00 | 0.00 | 0.00 | 4,033,960.90 | 3,998,308.88 | 4,033,960.90 | 35,652.02 |
| Total for Northwest ISD | | | 429,126,985.12 | 108,080,484.15 | (9,771,506.50) | 0.00 | 0.00 | 527,435,962.77 | 429,126,985.12 | 527,435,962.77 | 98,308,977.65 |

| 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 | 5.48 | 5.48 | 0.00 | 0.00 | 0.00 | 5.48 |
| Total for Activity Account | | | 0.00 | 5.48 | 5.48 | 0.00 | 0.00 | 0.00 | 5.48 |
| Capital Project | | | | | | | | | |
| TEXPOOL | LGIP | TexPool | 0.00 | 7,782.66 | 7,782.66 | 0.00 | 0.00 | 0.00 | 7,782.66 |
| WF-NWISD | BANK DEP | Wells Fargo Bk | 0.00 | 504.36 | 504.36 | 0.00 | 0.00 | 0.00 | 504.36 |
| Total for Capital Project | | | 0.00 | 8,287.02 | 8,287.02 | 0.00 | 0.00 | 0.00 | 8,287.02 |
| Capital Project AFB | | | | | | | | | |
| TEXPOOL | LGIP | TexPool | 0.00 | 13.21 | 13.21 | 0.00 | 0.00 | 0.00 | 13.21 |
| Total for Capital Project AFB | | | 0.00 | 13.21 | 13.21 | 0.00 | 0.00 | 0.00 | 13.21 |
| General Operating Fund | | | | | | | | | |
| TEXPOOL | LGIP | TexPool | 0.00 | 3,568.54 | 3,568.54 | 0.00 | 0.00 | 0.00 | 3,568.54 |
| WF-NWISD | BANK DEP | Wells Fargo Bk | 0.00 | 1,015.66 | 1,015.66 | 0.00 | 0.00 | 0.00 | 1,015.66 |
| Total for General Operating Fund | | | 0.00 | 4,584.20 | 4,584.20 | 0.00 | 0.00 | 0.00 | 4,584.20 |
| Interest & Sinking | | | | | | | | | |
| TEXPOOL | LGIP | TexPool | 0.00 | 3,344.75 | 3,344.75 | 0.00 | 0.00 | 0.00 | 3,344.75 |
| Total for Interest & Sinking | | | 0.00 | 3,344.75 | 3,344.75 | 0.00 | 0.00 | 0.00 | 3,344.75 |
| Payroll Clearing Fund | | | | | | | | | |
| WF-NWISD | BANK DEP | Wells Fargo Bk | 0.00 | 366.24 | 366.24 | 0.00 | 0.00 | 0.00 | 366.24 |
| Total for Payroll Clearing Fund | | | 0.00 | 366.24 | 366.24 | 0.00 | 0.00 | 0.00 | 366.24 |

| CUSIP | Security Type | Security Description | Beg. Accrued | Interest Earned | Interest Rec'd / Sold / Matured | Interest Purchased | Ending Accrued | Disc Accr / Prem Amort | Net Income |
|--------------------------------|---------------|----------------------|--------------|-----------------|------------------------------------|--------------------|----------------|---------------------------|------------|
| Total for Northwest ISD | | | 0.00 | 16,600.90 | 16,600.90 | 0.00 | 0.00 | 0.00 | 16,600.90 |