City of Fair Oaks Ranch

To: Mayor and City Council
From: Summer Fleming, Director of Finance
Re: 4th Quarter FY 2023-24 Investment Report
Date: November 7, 2024

This report complies with the City's investment policy Section 9 and 11 and Texas Government Code Section 2256.023 ("Public Funds Investment Act").

ACTIVITES FOR THE QUARTER

During the quarter, all City operating funds were held in three investment categories: (a) 4.7% was invested in Frost Bank checking accounts, (b) 38.5% in TexPool and TexPool Prime, government investment pools created on behalf of Texas entities consistent with the Public Funds Investment Act and are rated AAAm by Standard and Poor's, and (c) 56.8% in Texas CLASS, a local government investment pool that is rated AAAm. All investment categories comply with the City's investment policy.

Overall : For the quarter, the City earned $274,682 in interest.

Bank Checking Accounts : The City earns traditional interest paid in cash on checking account balances. Traditional interest paid to the City totaled $191.

The bank must secure ("collateralize") all City funds over $250,000 by pledging certain of its own assets for the City and have such held by an independent third party custodian. The custodian sends evidence of this to the City monthly. The following summarizes collateralization activity as of the end of this quarter:

Total Deposits	Collateral Market Value	Collateral Percentage
$1,312,743	$1,709,129	130.195

The City's financial management policy requires a minimum of 102% on such balances.

TexPool and TexPool Prime : Earnings on the City's funds totaled $60,794 for this portion of the portfolio. During the quarter, TexPool shares were valued at $1 per share.

Texas CLASS: Earnings on the City's funds totaled $213,697 for this portion of the portfolio. During the quarter, Texas CLASS shares were valued at $1 per share.

Signed:

Summer Fleming

Summer Fleming, Director of Finance

Fair Oaks Ranch
Investment Report
For the Quarter Ended September 30, 2024

Description	Beginning Balance	Net Transfers In/(Out)	Interest Earnings	Ending Balance	Market Value	Avg Yield	Weighted Avg Maturity
Frost Bank	$ 1,114,641	$ 187,300	$ 191	$ 1,302,132	$ 1,302,132		
TexPool	597,867	7,374,156	13,452	7,985,475	7,985,475	5.26%	34 Days
TexPool Prime	4,189,311	(1,447,611)	47,342	2,789,042	2,789,042	5.40%	38 Days
Texas CLASS	15,664,398	-	213,697	15,878,095	15,878,095	5.40%	34 Days
Total	$ 21,566,216	$ 6,113,845	$ 274,682	$ 27,954,744	$ 27,954,744		

Interest Rate Comparison (Quarterly Average)

Qtr Ended	TexPool	TexPool Prime	Texas CLASS	3 Month T-bill	6 Month T-bill	2 Year Treasury Note	CDARS 6 month CD
Dec-23	5.36%	5.59%	5.57%	5.44%	5.46%	4.81%	4.93%
Mar-24	5.33%	5.51%	5.50%	5.37%	5.34%	4.59%	4.73%
Jun-24	5.31%	5.46%	5.43%	5.36%	5.32%	4.63%	4.73%
Sep-24	5.26%	5.40%	5.40%	4.52%	4.23%	3.66%	3.74%
Year Average	5.32%	5.49%	5.48%	5.17%	5.09%	4.42%	4.53%