



AGENDA ITEM SUMMARY FORM

MEETING DATE: 10/28/2025

PREPARED BY: SUSIE J HERNANDEZ

AGENDA CONTENT: Discussion and possible action to approve the Quarterly Investment Reports for Sept 2025.

AGENDA ITEM SECTION: Consent Agenda

BUDGETED AMOUNT: N/A

FUNDS REQUESTED: N/A

FUND: N/A

EXECUTIVE SUMMARY:

Attached is the Quarterly Investment Report for the 4th Quarter of 2025 fiscal year. City funds are divided between six financial institutions (Texas Gulf Bank, JP Morgan Chase Bank, First State Bank-Louise, TexPool, Lone Star and TexSTAR). The City also has certificates of deposit through First State Bank which matures in September of 2025. The overall total of the portfolio decreased by \$ 2,136,348.17 K due to PID's paying Administration fees for year and the funds being spent on approved projects.

The City's current Investment Policy sets an interest rate goal equal to that of the 91-day treasury bill which was approximately 4.24%. Some of the City's accounts with fixed interest rates did not reach this benchmark since the rates have recently changed from .05% last QE to 4.37% this quarter. We should expect to see the rates increase that are provided on our pool accounts to reflect this change by next quarter. Police Seizure account earns no interest by state law, but no service charges are being incurred. Transfers may be needed to maximize returns. However, safety of principal, diversity of funds and the financial contract with First State bank will limit some movement of funds.

RECOMMENDATION:

Staff recommends Council approve the Quarterly Investment Reports for September 30, 2025.