



AGENDA ITEM SUMMARY FORM

MEETING DATE: 08/25/2026

PREPARED BY: ANTHONY MADRIGAL/SUSIE J HERNANDEZ

AGENDA CONTENT: Discussion and possible action to approve the Quarterly Investment Reports for June, 30 2026.

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 3rd Quarter of 2026 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 October of 2026. The overall total of the portfolio decreased by \$3,762,251.59 due to PID payments made to the Developers, Construction cost on the Bond accounts and Normal operating fluctuations.

The City's current Investment Policy sets an interest rate goal equal to that of the 91-day treasury bill which was approximately 3.61%. 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 3.78% 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 June 30, 2026.