



Investment Policy Annual Review

PRESENTED TO THE POLICY AND VALUATION COMMITTEE ON July 23, 2025

Texas Public Funds Investment Act (PFIA)

- State legislation originally adopted in 1987
 - Chapter 2256, Government Code
- Last Amended in 2019
- PFIA requires local governments to develop and review an investment policy annually, with approval by the governing board.

Investment Policy for FY 2024

- Adopted May 26, 1988
- Last Updated on September 3, 2024
- Minor changes were proposed as follows:
 - Investment officer titles were updated to reflect the current titles of the officers.
 - Added: Deputy City Manager
 - Added: Chief Accountant
 - Added: Accounting Supervisor
 - Removed: Controller
 - Minor indentations and typo corrections
- PFIA requires the City Council to review and approve investment policy on an annual basis, even if changes are not made

Investment Policy for FY 2025

- No recommended changes to Investment Policy
 - Based on the Government Treasurers' Organization (GTOT) of Texas's recommended best practices
 - GTOT's Investment Policy Certification Award Program checklist
 - City of Burleson received the GTOT Investment Policy Certification Award in 2022
 - The GTOT Investment Policy Certification Award was renewed in 2024

Investment Policy for FY 2025

- Minor changes recommended as follows:
 - Investment officer title updates to reflect the current titles of the officers.
 - Add: Deputy Finance Director
 - Remove: Assistant Finance Director
 - Remove: Accounting Supervisor
 - Include option for deposits insured by NCUSIF
 - Update diversification structure from two to three years for policy consistency
 - Current safety of principal language permits maximum allowable maturity to three years
 - Minor indentation and typo corrections

Investment Portfolio Performance

Fiscal Year-to-Date Average Yield	June 2024	June 2025	Percent Change
Total Portfolio	5.05%	4.50%	-10.89%
Rolling 3-Month Treasury	5.48%	4.42%	-19.34%
Rolling 6-Month Treasury	5.40%	4.42%	-18.15%
TexPool	5.33%	4.40%	-17.45%

Yield to Maturity at Cost of US Treasuries in Portfolio	5.04%	4.28%	-15.08%
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Interest Income

Fund	FYTD June 2024	FYTD June 2025	Variance
General	899,711	781,175	(118,536)
Waste & Wastewater	704,225	547,586	(156,639)
4A Sales Tax SRF	191,670	192,480	810
4B Sales Tax SRF	148,492	100,499	(47,993)
Parks Performance Fund	16,269	42,441	26,172
Medical Transport Fund	1,032	28,722	27,690
Street Maintenance Fund	-	29,854	29,854
FY24 Bond Funds	-	1,011,176	1,011,176
Other Funds	3,106,707	2,329,732	(776,975)
Total	5,068,106	5,063,665	(4,441)

Option

- Recommend that the City Council Approve or Deny the Resolution Declaring the Council's review and approval of the Investment Policy for FY 2024-2025
- Staff support the recommendation for approval

QUESTIONS/COMMENTS