



To: Mayor and City Council
From: Summer Fleming, Director of Finance
Re: 4th Quarter FY 2024-25 Investment Report
Date: November 6, 2025

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

ACTIVITIES FOR THE QUARTER

During the quarter, all City funds were held in three investment categories: (a) 3.2% was invested in Frost Bank checking accounts, (b) 47.0% in TexPool and TexPool Prime, government investment pools created on behalf of the Texas entities consistent with the Public Funds Investment Act and are rated AAAM by Standard and Poor's, and (c) 49.7% 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 \$310,392 in interest.

Bank Checking Accounts: The City earns traditional interest paid in cash on checking account balances. Traditional interest paid to the City totaled \$81. 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:

<u>Total Deposits</u>	<u>Collateral Market Value</u>	<u>Collateral Percentage</u>
\$1,182,467	\$1,207,462	102.114

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 \$127,801 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 \$182,510 for this portion of the portfolio. During the quarter, Texas CLASS shares were valued at \$1 per share.

Signed:

A handwritten signature in blue ink that reads "Summer Fleming".

Summer Fleming, Director of Finance

Fair Oaks Ranch
Investment Report
For the Quarter Ended September 30, 2025

Description	Beginning Balance	Net Transfers In/(Out)	Interest Earnings	Ending Balance	Market Value	Avg Yield	Weighted Avg Maturity
Frost Bank	\$ 1,450,260	\$ (368,882)	\$ 81	\$ 1,081,458	\$ 1,081,458	N/A	N/A
Total Checking Account	\$ 1,450,260	\$ (368,882)	\$ 81	\$ 1,081,458	\$ 1,081,458		
TexPool - General Account	566,116	(110,500)	5,221	460,837	460,837	4.29%	42 Days
TexPool - Debt Service	6,624	9,863	312	16,798	16,798	4.29%	42 Days
TexPool - Utility	14,008	25,346	256	39,610	39,610	4.29%	42 Days
TexPool - Water Capital	1,692,556	7,890,000	50,451	9,633,007	9,633,007	4.29%	42 Days
TexPool - Sewer Capital	668,631	(25,000)	7,047	650,678	650,678	4.29%	42 Days
Total TexPool	2,947,935	7,789,709	63,286	10,800,930	10,800,930		
TexPool Prime - General Account	1,731,399	(1,004,725)	16,119	742,792	742,792	4.40%	48 Days
TexPool - 2024 GO Bonds	3,477,239	(250,000)	38,345	3,265,584	3,265,584	4.40%	48 Days
TexPool Prime - Utility	903,133	-	10,051	913,183	913,183	4.40%	48 Days
Total TexPool Prime	6,111,770	(1,254,725)	64,515	4,921,559	4,921,559		
Texas CLASS - General	8,618,156	-	95,714	8,713,870	8,713,870	4.38%	41 Days
Texas CLASS - Utility	7,815,218	-	86,796	7,902,014	7,902,014	4.38%	41 Days
Total Texas CLASS	16,433,374	-	182,510	16,615,884	16,615,884		
Grand Total	<u>\$ 26,943,339</u>	<u>\$ 6,166,101</u>	<u>\$ 310,392</u>	<u>\$ 33,419,831</u>	<u>\$ 33,419,831</u>		

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-24	4.74%	4.84%	4.89%	4.51%	4.42%	4.25%	3.65%
Mar-25	4.37%	4.50%	4.49%	4.20%	4.07%	3.87%	3.65%
Jun-25	4.32%	4.44%	4.42%	4.24%	4.11%	3.78%	3.50%
Sep-25	4.29%	4.40%	4.38%	3.95%	3.84%	3.56%	3.06%

