



# City of Fair Oaks Ranch

To: Mayor and City Council  
From: Summer Fleming, Director of Finance  
Re: 3rd Quarter FY 2023-24 Investment Report  
Date: August 1, 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").

## ACTIVITIES FOR THE QUARTER

During the quarter, all City operating funds were held in three investment categories: (a) 5.2% was invested in Frost Bank checking accounts, (b) 22.2% in TexPool, a government investment pool created on behalf of Texas entities consistent with the Public Funds Investment Act and is rated AAAM by Standard and Poor's, and (c) 72.6% 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 \$283,650 in interest.

Bank Checking Accounts : The City earns traditional interest paid in cash on checking account balances. Traditional interest paid to the City totaled \$157.

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>
\$1,127,467	\$1,467,545	130.163

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

TexPool : Earnings on the City's funds totaled \$73,541 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 \$209,952 for this portion of the portfolio. During the quarter, Texas CLASS shares were valued at \$1 per share.

Signed:

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Summer Fleming, Director of Finance

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

Description	Beginning Balance	Net Transfers In/(Out)	Interest Earnings	Ending Balance	Market Value	Avg Yield	Weighted Avg Maturity
Frost Bank	591,019	523,465	157	1,114,641	1,114,641		
TexPool	590,015	-	7,851	597,867	597,867	5.31%	40 Days
TexPool Prime	6,060,115	(1,936,495)	65,690	4,189,311	4,189,311	5.46%	44 Days
Texas CLASS	15,454,447	-	209,952	15,664,398	15,664,398	5.43%	80 Days
<b>Total</b>	<b>22,695,596</b>	<b>(1,413,030)</b>	<b>283,650</b>	<b>21,566,216</b>	<b>21,566,216</b>		

**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
Sep-23	5.25%	5.49%	5.44%	5.45%	5.52%	5.12%	4.93%
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%
<b>Year Average</b>	<b>5.31%</b>	<b>5.51%</b>	<b>5.49%</b>	<b>5.41%</b>	<b>5.41%</b>	<b>4.79%</b>	<b>4.83%</b>

