MUNICIPAL DEVELOPMENT DISTRICT
REPORT
CITY OF FAIR OAKS RANCH, TEXAS

AGENDA TOPIC:	Quarterly Financial & Investment Report for the quarter ended September 30, 2025
DATE:	October 8, 2025
DEPARTMENT:	Finance
PRESENTED BY:	Summer Fleming, CGFO, MDD Investment Officer

INTRODUCTION/BACKGROUND:

Pursuant to Government Code Section 2256.023 and the MDD's Investment Policy Section 11, the Investment Officer is required, on a quarterly basis, to prepare and submit to the MDD Board a written report of investment assets and the market value of the current investments.

The attached presentation is being made to comply with the Q4 FY2024-25 reporting requirements.

POLICY ANALYSIS/BENEFIT(S) TO CITIZENS:

Regular review and reporting of the MDD's assets and investments ensures transparency, safeguards public funds, and confirms the portfolio is managed in compliance with the adopted investment policy.

BUDGETARY IMPACT:

Through September, the District has collected $450,273 in sales tax revenue. Because sales tax is remitted two months in arrears, an additional $77,727 has been accrued for August and September collections. The District also earned $41,729 in interest this quarter, bringing total year-to-date investment earnings to $159,514. In total, revenues for the fiscal year reached $687,514, which is $83,514 above the adopted budget.

Fiscal year expenditures totaled $266,788, resulting in a net addition of $420,726 to fund balance. This increased the District's total fund balance to $3.75 million as of September 30, 2025. These amounts are preliminary, as the books have not been closed or audited; however, no material changes are anticipated.

The District's investments remain conservatively managed, with the majority of funds placed in two local government investment pools, while a small balance is maintained in the Frost Bank operating account to meet day-to-day operating needs. As of September 30, the combined investment balance was $3.90 million.