

New Braunfels Utilities
Quarterly Investment Report
07/31/2023 – 10/31/2023

Investment Balances and Activity

As required by the Public Funds Investment Act and the New Braunfels Utilities Investment Policy, the Investment Officers of NBU hereby submit this quarterly report of investment activity for the quarter ended October 31, 2023. Statement No. 31 of the Governmental Accounting Standards Board, effective for reporting periods beginning after June 15, 1997, mandates fair value accounting on investments held by public entities. Attached is the NBU Investment Portfolio beginning July 31, 2023 and ending October 31, 2023. This is a report showing the changes to the portfolio during the quarter. This report has been modified to conform to the preferred reporting format illustrated in Statement No. 31.

The fair values of the Federally Insured Cash Account, Pooled, and Money Market Fund Groups (including \$25,163,182.72 in demand deposits and \$37,670,563.21 in escrow funds at October 31, 2023) for the beginning and end of the reporting period are as follows:

	Fair Value
07/31/2023	\$155,257,863.84
10/31/2023	\$157,587,931.54

NBU had additions to the Pooled Fund Groups of \$104,248,257.26 and withdrawals totaling \$101,918,189.56.

The fair values of the Separately Invested Assets for the beginning and end of the reporting period are as follows:

	Fair Value
07/31/2023	\$47,529,752.80
10/31/2023	\$46,751,876.68

NBU had additions to the Separately Invested Assets of \$9,859,628.14 and withdrawals of \$11,000,000.00 due to maturities. The change in fair value due to amortization of premium and discount and mark to market changes from July 31, 2023 to October 31, 2023 was an increase of \$362,495.74.

The fair values of the entire portfolio for the beginning and end of the reporting period for the quarter ended October 31, 2023 are as follows:

	Fair Value
07/31/2023	\$202,787,616.64
10/31/2023	\$204,339,808.22

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Compliance with GAAP

The investment portfolio complied with generally accepted accounting principles (GAAP) throughout the quarter. Although the Public Funds Investment Act requires book value accounting for investments, it also contains a clause that requires conformance to GAAP. Statement No. 31 supersedes the Public Funds Investments Act in the GAAP hierarchy and mandates fair value accounting. The fair market value of investments was determined by utilizing a third-party service provider, ICE Data Pricing and Reference Data, LLC, formerly called Interactive Data Pricing.

Compliance with NBU Investment Policy

The investment portfolio funds are invested in compliance with the strategies outlined in the NBU Investment Policy, which the Board re-affirmed on March 30, 2023. Investments in each security type are within the allowable range established by the Investment Policy. The investment portfolio's weighted-average maturity of 30 days and weighted-average maturity to first call date of 16 days are within the 450 days and 300 days limit, respectively, stated in the NBU Investment Policy. Please note that the WAM and WAMC do not include the investment in the Community Assistance Fund, which was specifically authorized in the Investment Policy to permit investments up to ten years.

NBU is also required to maintain daily liquid funds of at least 30 days of budgeted operating expenses. At October 31, 2023, NBU had daily liquid funds of 226 days. Pooled investments are in no-load money market mutual funds and eligible specified investment pools that are continuously rated AAA or higher by at least one nationally recognized rating agency and that have a dollar-weighted average stated maturity of 90 days or less. These same investments maintain a stable net asset value of \$1 for each share.

NBU has obtained collateral reports at quarter-end from third party custodians that confirm the collateral securities in NBU's name are at least equal to or greater than the required amount of uninsured balances as of October 31, 2023.

NBU Investment Officers:

Finance Manager

Director of Finance

Chief Financial Officer



NBU Investments
GASB 31 Compliance Detail
Sorted by Fund - Fund
August 1, 2023 - October 31, 2023

CUSIP	Investment #	Fund	Maturity Date	Beginning Invested Value	Purchase of Principal	Addition to Principal	Redemption of Principal	Change in Market Value/Amortization	Ending Invested Value
Fund: Special Funds-Cont. Sys.									
912797FK8	10901	114F	11/16/2023	5,905,911.36	-	-	-	80,913.66	5,986,825.02
313384PG8	10903	114F	11/15/2023	985,032.93	-	-	-	12,971.80	998,004.73
			Subtotal	6,890,944.29	-	-	-	93,885.46	6,984,829.75
Fund: Consumer Deposit									
91282CAK7	10868	119F	09/15/2023	1,987,500.00	-	-	2,000,000.00	12,500.00	-
3130APM77	10869	119F	11/24/2023	1,968,519.36	-	-	-	25,013.84	1,993,533.20
3130APMC6	10870	119F	11/24/2023	1,968,298.30	-	-	-	25,138.32	1,993,436.62
313384KK4	10900	119F	08/14/2023	4,990,855.45	-	-	5,000,000.00	9,144.55	-
912797GN1	10907	119F	02/15/2024	-	4,867,769.44	-	-	54,165.96	4,921,935.40
			Subtotal	10,915,173.11	4,867,769.44	-	7,000,000.00	125,962.67	8,908,905.22
Fund: Special Funds- Community Assistance									
912828YS3	10853	117F	11/15/2029	4,366,601.55	-	-	-	(164,843.75)	4,201,757.80
			Subtotal	4,366,601.55	-	-	-	(164,843.75)	4,201,757.80
Fund: Unrestricted Short Term									
912797FV4	10905	110F	12/21/2023	3,898,702.22	-	-	-	71,853.34	3,970,555.56
313384SE0	10906	110F	01/24/2024	3,901,178.76	-	-	-	50,778.80	3,951,957.56
			Subtotal	7,799,880.98	-	-	-	122,632.14	7,922,513.12
Fund: Bond Reserve Fund									
3133EMMN9	10862	170F	01/11/2024	2,927,249.40	-	-	-	41,833.65	2,969,083.05
91282CCC3	10864	170F	05/15/2024	3,841,718.76	-	-	-	47,656.24	3,889,375.00
3130ANRB8	10867	170F	12/17/2024	1,868,058.26	-	-	-	23,468.38	1,891,526.64
3130AT5Y9	10892	170F	08/28/2023	3,994,961.80	-	-	4,000,000.00	5,038.20	-
313384PG8	10902	170F	11/15/2023	4,925,164.65	-	-	-	64,859.00	4,990,023.65
3130AVRK0	10909	170F	05/17/2024	-	4,991,858.70	-	-	2,003.75	4,993,862.45
			Subtotal	17,557,152.87	4,991,858.70	-	4,000,000.00	184,859.22	18,733,870.79
Total				47,529,752.80	9,859,628.14	-	11,000,000.00	362,495.74	46,751,876.68

Change due to amortization of premium/discount	328,873.41
Change due to mark to market	33,622.33
Total	362,495.74



NBU Investments
GASB 31 Compliance Detail
Sorted by Fund - Fund
August 1, 2023 - October 31, 2023

	Investment #	Fund	Beginning Invested Value	Purchase of Principal	Addition to Principal	Redemption of Principal	Change in Market Value	Ending Invested Value	
FEDERALLY INSURED CASH ACCOUNT, POOLED, AND MONEY MARKET FUND GROUPS									
TexPool - Commercial Paper Series A	RRP	10845	191	12,057.17	-	15,054,786.75	8,586,013.77	-	6,480,830.15
TexPool - Commercial Paper Series B	RRP	10846	192	374.44	-	4.99	-	-	379.43
TexPool - Impact Fees W	SYS10090	10090	184F	14,699,178.68	-	3,066,206.69	2,657,807.59	-	15,107,577.78
TexPool - Temp-Cash	SYS10149	10149	110T	10,077,842.37	-	31,068.52	10,000,000.00	-	108,910.89
TexPool - Impact Fees S	SYS10221	10221	185F	7,361,006.66	-	1,276,813.94	1,393,785.21	-	7,244,035.39
TexPool - Central Facilities-W	SYS10224	10224	182F	928.41	-	12.67	-	-	941.08
TexPool - Central Facilities-S	SYS10225	10225	183F	0.01	-	-	-	-	0.01
Texas Daily - Temp-Cash	SYS10244	10244	110D	20,380,333.36	-	184,597.33	10,000,000.00	-	10,564,930.69
Texas Daily - I&P 2004	SYS10543	10544	163	56,675.78	-	136,011.84	-	-	192,687.62
TexPool - Contingency Systems	SYS10572	10573	114F	6,599,412.22	-	89,032.92	-	-	6,688,445.14
TexPool - Consumer Deposit	SYS10572	10572	119T	1,040,510.95	-	2,660,224.08	-	-	3,700,735.03
TexPool - Bond Reserve	SYS10701	10701	170	3,829,423.88	-	4,154,605.49	4,991,858.68	-	2,992,170.69
Texas Daily - I&P 2015	SYS10763	10763	167	167,882.74	-	432,336.75	-	-	600,219.49
StoneCastle - Community Assistance	SYS10779	10779	117SC	43,381.68	-	570.51	-	-	43,952.19
Texas Daily - I&P 2016	SYS10788	10788	168	276,603.14	-	726,425.84	-	-	1,003,028.98
Frost Bank - General Fund	SYS10809	10809	110FGF	13,428,373.14	-	61,363,061.61	51,134,595.15	-	23,656,839.60
Frost Bank - Payroll Fund	SYS10810	10810	110FPR	987,695.32	-	3,672,776.96	3,154,129.16	-	1,506,343.12
Texas Daily - I&P 2018	SYS10831	10831	169	267,356.19	-	732,118.63	-	-	999,474.82
TexPool - Power Stabilization Fund	SYS10849	10849	195	16,639,988.79	-	6,476,370.02	-	-	23,116,358.81
Texas Daily - I&P 2020	SYS10855	10855	196	501,948.01	-	1,305,214.28	-	-	1,807,162.29
TexPool - Taxable Note Payment Fund	SYS10863	10863	197	0.01	-	-	-	-	0.01
Texas Daily - I&P 2021	SYS10866	10866	198	352,273.91	-	928,783.44	-	-	1,281,057.35
StoneCastle - Contingency Systems	SYS10880	10880	114SC	10,415,185.01	-	136,969.32	-	-	10,552,154.33
Texas Daily - I&P 22	SYS10889	10889	199	448,962.06	-	1,180,562.62	-	-	1,629,524.68
Texas Daily - I&P 22A	SYS10894	10894	200	131,709.19	-	350,545.45	-	-	482,254.64
Bond Fund 22A	SYS10896	10896	201	37,511,260.73	-	159,302.48	-	-	37,670,563.21
Texas CLASS - Temp-Cash	SYS10904	10904	110TC	10,027,499.99	-	29,721.81	10,000,000.00	-	57,221.80
TexPool - One Water Fund	SYS10908	10908	202	-	50,000.00	50,132.32	-	-	100,132.32
Total				155,257,863.84	50,000.00	104,198,257.26	101,918,189.56	-	157,587,931.54
Portfolio Total				202,787,616.64	9,909,628.14	104,198,257.26	112,918,189.56	362,495.74	204,339,808.22

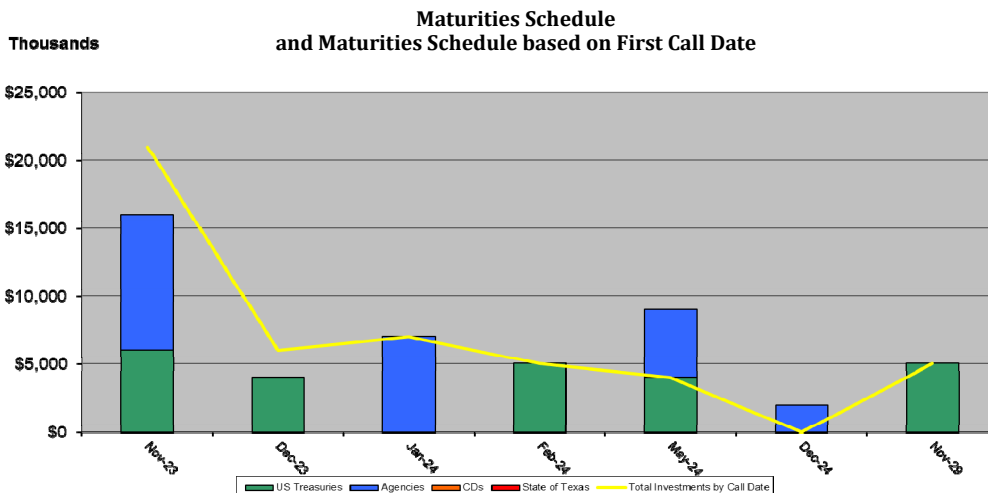
**New Braunfels Utilities
Investment Summary
Quarter Ended October 31, 2023
(000's)**



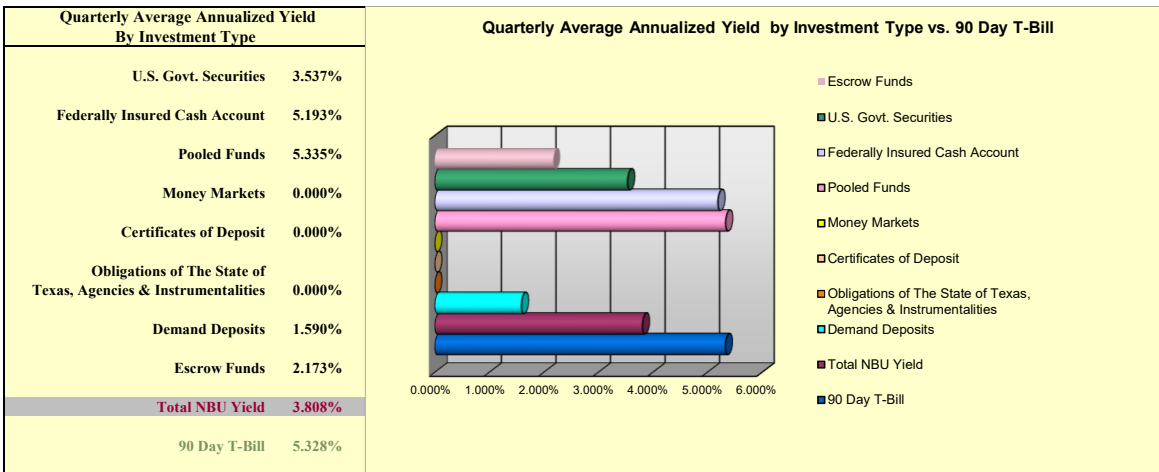
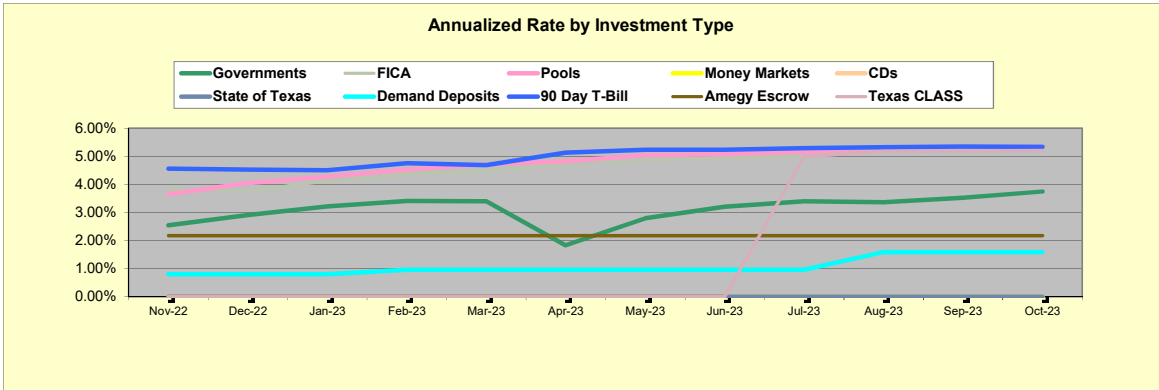
	Ending Invested Value	Percentage of Portfolio	Weighted Average Maturity (in days)	Weighted Average Days to Call
Daily Liquidity Funds				
Money Markets	\$ -	0.0%	1	1
Pooled Funds	84,158,079	41.2%	1	1
Total Money Markets & Pooled	\$ 84,158,079	41.2%	1	1
Federally Insured Cash Account	\$ 10,596,107	5.2%	1	1
Demand Deposits	25,163,183	12.3%	1	1
Daily Liquidity Funds Total	\$ 119,917,368	58.7%	1	1
Escrow Funds Total				
Escrow Funds Total	\$ 37,670,563	18.4%	40	40
U.S. Agencies	\$ 23,781,428	11.6%	105	38
U.S. Treasuries *	22,970,449	11.2%	68	68
Certificates of Deposit	-	0.0%	0	0
Obligations of The State of Texas, Agencies & Instrumentalities	-	0.0%	0	0
Total Invested Funds	\$ 204,339,808	100.0%	30	16
			Max = 450	Max = 300

* WAM and WAM to Call exclude a \$5 Million investment in the Community Assistance Fund having a remaining maturity of 6.0 years.

Liquidity Requirement	
Total Daily Liquid Funds	\$ 119,917,368
Average Monthly Operating Expense (FY 2024 Budgeted Operating Expenses ÷ 12)	\$ 15,943,333
Operating Expense Liquidity Coverage Ratio	\$ 7.52
Number of Days Coverage of Operating Expenses	226
	Min = 30



* U.S Treasury Securities include a \$5 Million 10 year Community Assistance investment with a remaining maturity of 6.0 years as an approved exception to the investment policy.



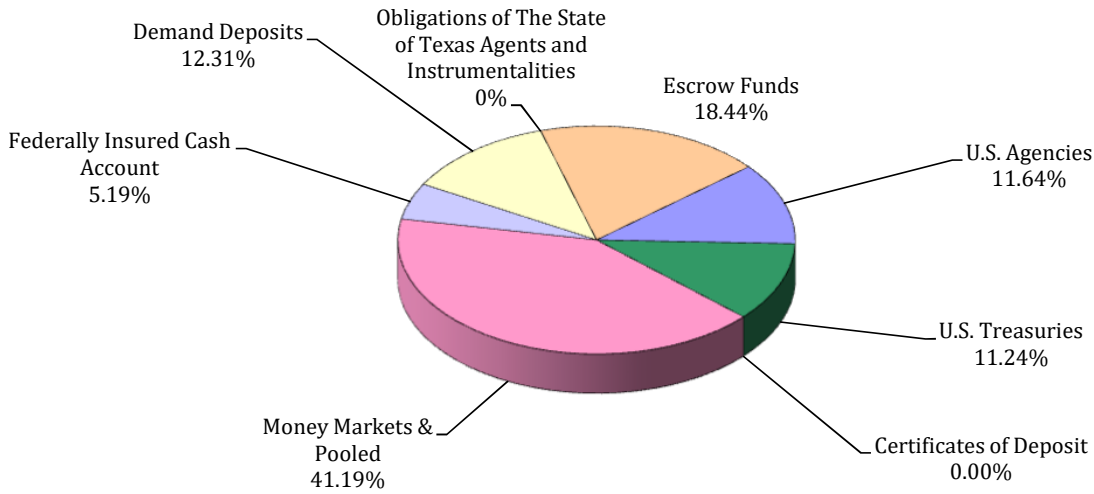
Rolling Four Quarter Annualized Yield By Investment Type For The Fiscal Quarter Ended					
	1/31/2023	4/30/2023	7/31/2023	10/31/2023	Rolling Four Quarter Average
U.S. Govt. Securities*	2.883%	2.874%	3.127%	3.537%	3.105%
Federally Insured Cash Account	3.904%	4.527%	4.940%	5.193%	4.641%
Pooled Funds	3.986%	4.679%	5.082%	5.335%	4.770%
Money Markets	0.000%	0.000%	0.000%	0.000%	0.000%
Certificates of Deposit	0.000%	0.000%	0.000%	0.000%	0.000%
Obligations of The State of Texas, Agencies & Instrumentalities	0.000%	0.000%	0.000%	0.000%	0.000%
Demand Deposits**	0.800%	0.950%	0.950%	1.590%	1.073%
Escrow Funds	2.173%	2.173%	2.173%	2.173%	2.173%
Total NBU Yield	2.787%	3.090%	3.290%	3.808%	3.244%
90 Day T-Bill	4.523%	4.848%	5.243%	5.328%	4.986%

* U.S. Govt. Securities includes a \$5 million 10 year Community Assistance maturity at 1.79%

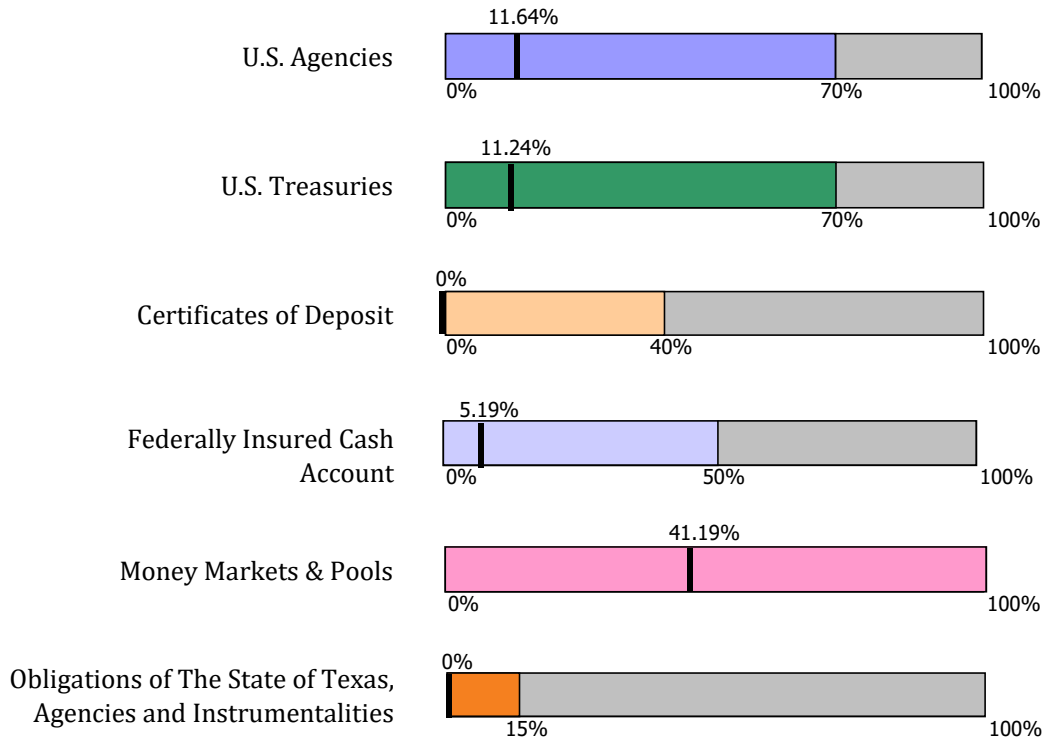
** The Demand Deposits interest rate reflects NBU's earnings credit rate with Frost Bank. Earnings are solely used to offset Frost Bank fees for the month.



Investments by Type



Investment Allocations by Type vs. Allowable Allocation Range



Note: Colored area in bar represents allowable allocation range