

Legislation Details (With Text)

File #: 18-173
Name:
Type: Report
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File created: 3/27/2018
In control: City Council
On agenda: 4/9/2018
Final action:
Title: Approval of the City of New Braunfels FY2017-18 first quarter investment report.
Sponsors:
Indexes:
Code sections:
Attachments: 1. 12-31-17 New Braunfels Quarterly Investment Report for Council

Date	Ver.	Action By	Action	Result
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Presenter/Contact
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SUBJECT:

Approval of the City of New Braunfels FY2017-18 first quarter investment report.

BACKGROUND / RATIONALE:

State of Texas statutes require quarterly investment reports to be presented to the governing body of a municipality. In addition, the Investment Policy adopted annually by the City Council requires quarterly reporting to the City Council. Attached for Council consideration is the FY 2017-18 first quarter investment report to meet these statutory requirements. As of December 31, 2017, the City had \$89,351,465 (market value) invested in different investment instruments, including cash, as shown below. The portfolio decreased by \$2,470,994 due to budgeted expenditures, including capital expenditures relating to the 2013 Bond Program.

Investment Type	Amount Invested (Dollars in millions)
Federal Agency Coupon Securities	\$6
Treasury	\$5
Money Market/Cash	\$19
Pools	\$60
Weighted Average Maturity of Portfolio	22 days
Weighted Average Yield of Portfolio	0.948%
Earned Income- Qtr	\$208,300
Earned Income- YTD	\$208,300

For this quarter, the weighted average yield on the City's investments is .95 percent, which is an

increase of .07 percent in comparison to the fourth quarter of FY 2016-17 earnings of .88 percent. This increase is due to a higher yield being earned on the T-Note security, and TexPool investments. The weighted average maturity of the City's portfolio increased in comparison to the fourth quarter of FY 2016-17. This increase is due to the investment in a 12-month T-Note that will mature in November 2018. Every effort continues to be made to maintain the City's liquidity for payment of expenditures while maximizing interest earnings in this continued low, but rising interest rate market.

ADDRESSES A NEED/ISSUE IN A CITY PLAN OR COUNCIL PRIORITY:

Yes	Strategic Priorities: 8 - Maintain fiscal stability of City operations
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FISCAL IMPACT:

N/A

COMMITTEE RECOMMENDATION:

N/A

STAFF RECOMMENDATION:

Staff recommends approval of the attached investment report.