

CITY OF BRYAN
INVESTMENT COMMITTEE AGENDA
July 31, 2024 at 4:00 PM

- A. Welcome
- B. Review and approve minutes from April 24, 2024 Investment Committee meeting
- C. Review BTU and City of Bryan June 30, 2024 Investment Reports and supplemental information
- D. 2025 Broker Renewal Review and Approval
- E. 2025 Investment Policy Update and Approval
- F. Other new business
- G. Schedule next quarterly meeting (Wednesday, October 30, 2024)
- H. Adjourn

CITY OF BRYAN, TEXAS
INVESTMENT COMMITTEE MEETING MINUTES
July 31, 2024

The committee met on April 24, 2024 with committee members Rose Selman, Aliza Monroe and Jack Valerius and staff members Will Smith, Alicia Kenney and Carol Carey in attendance. Will Smith called the meeting to order at 4:00 p.m.

Minutes from the previous meeting, January 31, 2024, were reviewed and approved.

Led by Will Smith, committee members then reviewed and approved the BTU and City of Bryan quarterly investment reports dated March 31, 2024.

The Investment Committee was informed of the City's receipt of the GTOT Award of Distinction for our Investment Policy.

Will reviewed an update to the current investment policy allowing purchases of SLGS. The committee approved the update.

Other business included a discussion of the management of City growth.

The next quarterly meeting was scheduled for July 31, 2024 at 4 p.m.

Meeting adjourned at 4:35 p.m.

MEMO

TO: City of Bryan Investment Committee

FROM: Katherine Tapscott - Chief Financial Officer



SUBJECT: Investment Report at 6/30/2024

DATE: July 31, 2024

Attached are the City of Bryan and the BTU City and Rural Investment Reports for the quarter ended June 30, 2024. This report is submitted in compliance with the City of Bryan's Investment Policy. It is the policy of the City of Bryan to invest public funds in a manner that will ensure the preservation of capital, meet daily cash flow demands, conform to all applicable State and Local statutes governing the investment of public funds and provide reasonable investment returns. Included along with the Investment Report is supplemental information comprised of an Investment Safekeeping Report, and a Depository Collateralization Summary.

During the quarter, the City of Bryan's portfolio balance increased by \$19.5 million, which was due to the issuance of Certificates of Obligation totaling \$48 million, which was partially offset by debt service payments totaling \$21.6 million. The City's weighted average maturity is 410 days and yield to maturity on investments is approximately 4.502%.

During the quarter, BTU's combined City & Rural portfolio balance increased by \$29.5 million, which was due to the issuance of Revenue Bonds totaling \$15 million for the Rural Electric System and increased collateral held related to purchased power agreements. BTU's weighted average maturity is 385 days for BTU-City and 104 days for BTU-Rural. Yield-to-maturity on investments is approximately 4.212% for BTU-City and 5.164% for BTU-Rural.

City of Bryan

Investment Report
As of June 30, 2024



CITY OF BRYAN
The Good Life, Texas Style.™

Unaudited

City of Bryan Portfolio

Quarterly Summary

6/30/2024

Total Portfolio Summary				
		Current Month	Prior Quarter	Change From
		6/30/2024	3/31/2024	Prior
Book Value	\$	220,863,627	\$ 201,409,837	\$ 19,453,790
Market Value		218,607,378	199,121,621	19,485,757
Market Value%		98.978%	98.864%	0.115%
Weighted Average Maturity - Days		410 days	397 days	-13 days
Weighted Average Yield		4.502%	4.462%	0.040%
Current Month Rate of Return		4.909%	4.461%	0.447%
6 Month Treasury Bill		5.320%	5.340%	-0.020%
1 Year Treasury Bill		5.110%	5.030%	0.080%
Fed Funds Target Rate/Range		5.250-5.500%	5.250-5.500%	0.000%

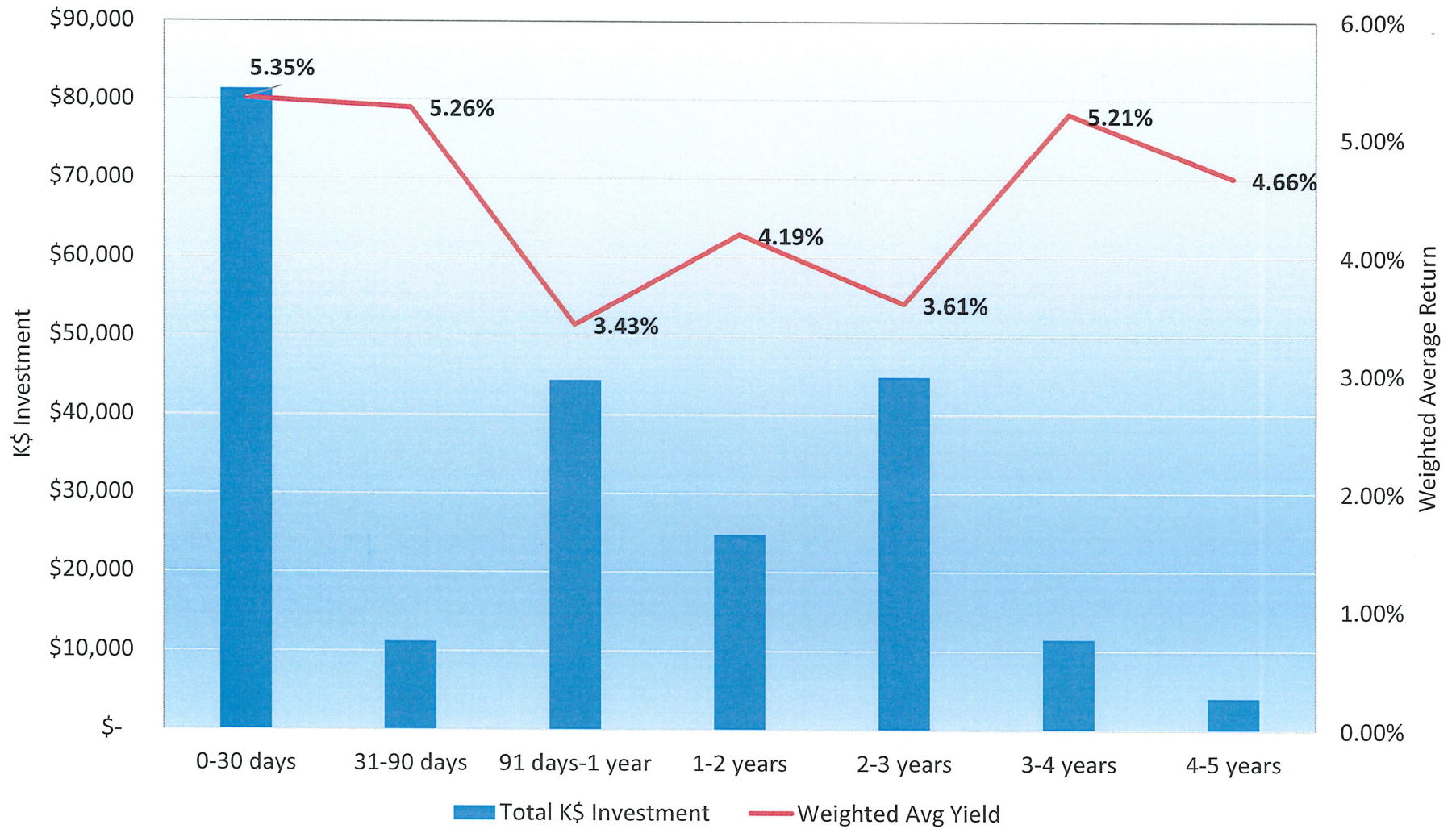
Type Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
Agency	\$ 98,216,067	44.469%	673	3.610%
Treasury	990,070	0.448%	274	5.101%
Political Subdivision	30,317,037	13.727%	744	4.217%
Investment Pool	550,193	0.249%	1	5.435%
TERM Investment	16,000,000	7.244%	95	5.611%
Bank Deposit	74,790,260	33.863%	1	5.373%
	\$ 220,863,627	100.000%	410	4.502%

Issuer Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
FHLB	\$ 60,773,909	27.516%	636	2.986%
FFCB	10,976,602	4.970%	801	4.188%
FHLMC	24,471,135	11.080%	697	4.838%
FNMA	1,994,422	0.903%	810	4.523%
Treasury	990,070	0.448%	274	5.097%
Other Political Subdivision	23,242,926	10.524%	780	4.691%
Texas Political Subdivision	7,074,112	3.203%	646	2.899%
Truist - Depository Interest Bearing	71,771,507	32.496%	1	5.599%
Truist - Depository Non-Interest Bearing	3,018,752	1.367%	1	0.000%
Texas Term	16,000,000	7.244%	95	5.611%
Texas Daily Select	527,675	0.239%	1	5.440%
TexSTAR	5,447	0.002%	1	5.313%
TexPool	5,818	0.003%	1	5.263%
Texas Class Government	5,405	0.002%	1	5.254%
Texas Class	5,849	0.003%	1	5.428%
	\$ 220,863,627	100.000%	410	4.502%

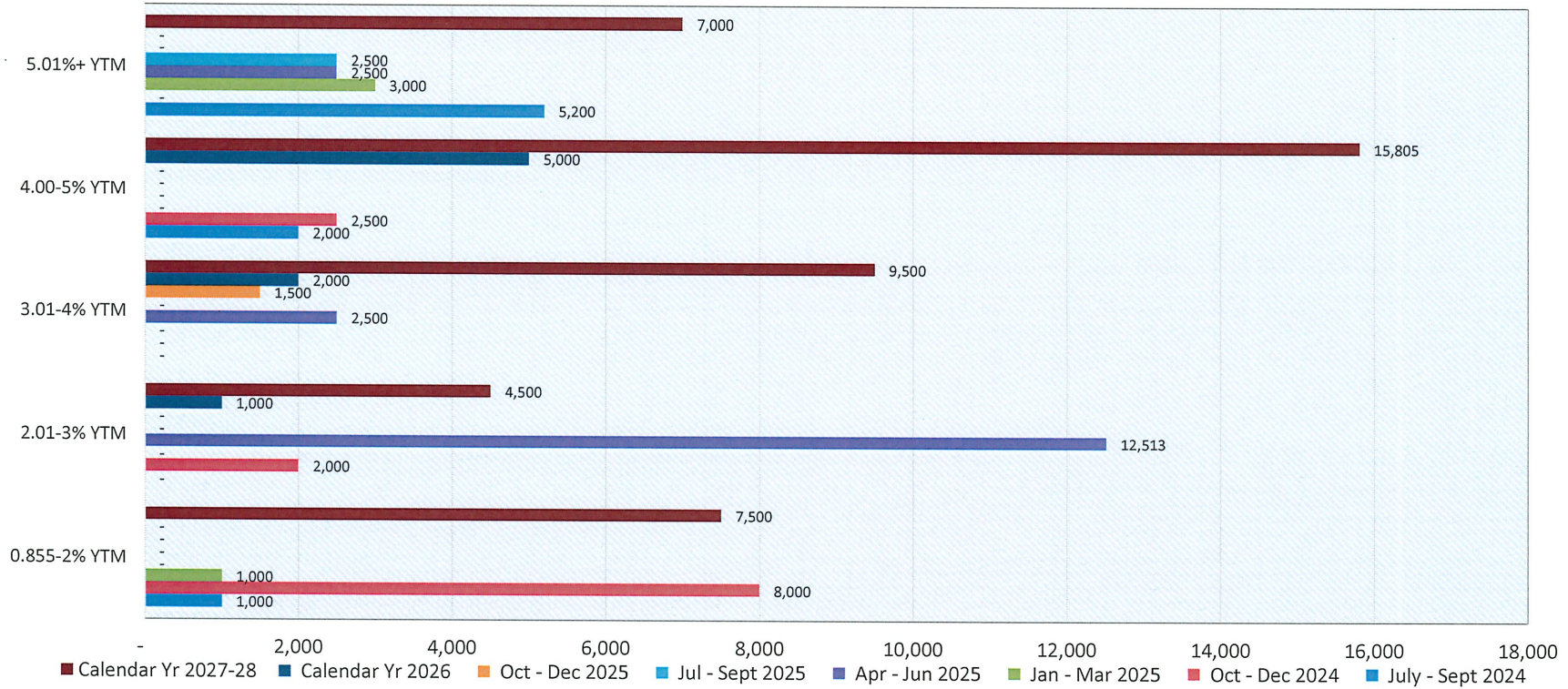
Maturity Breakdown:	Book Value	Percent
90 Days or Less	\$ 92,540,362	41.899%
91 to 180 Days	18,858,029	8.538%
181 to 365 Days	25,484,535	11.539%
More Than 365 Days	83,980,700	38.024%
	\$ 220,863,627	100.000%

Call Breakdown:	Book Value	Percent
90 Days or Less	\$ 37,899,666	90.492%
91 to 180 Days	3,981,915	9.508%
181 to 365 Days	-	0.000%
More Than 365 Days	-	0.000%
	\$ 41,881,582	100.000%

City of Bryan - Invested K\$ Days to Maturity and Related Weighted Average Yield

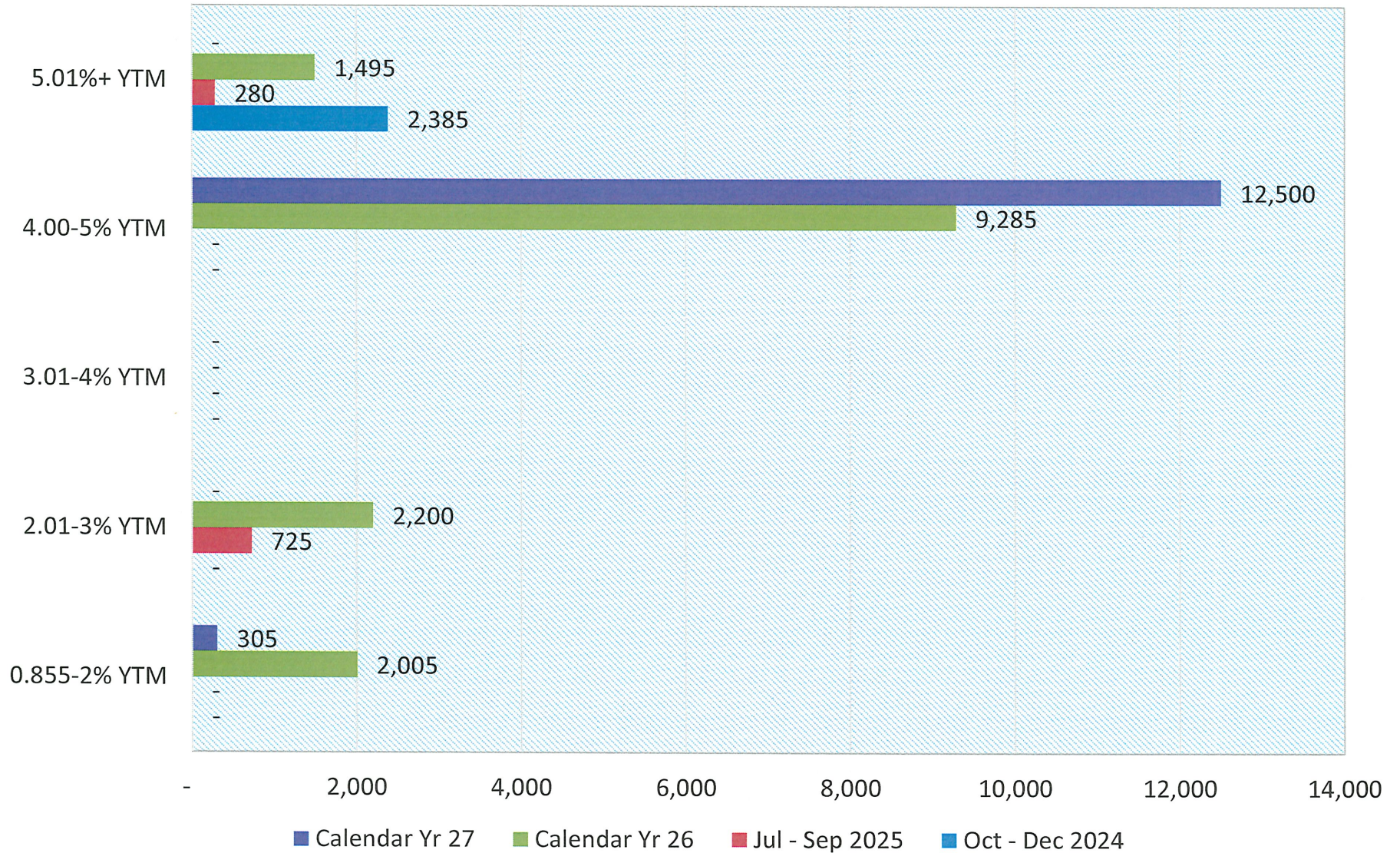


City of Bryan - Federal Agency Bonds Par Value \$K, YTM, Maturity Date



Agency Maturity	July - Sept 2024	Oct - Dec 2024	Jan - Mar 2025	Apr - Jun 2025	Jul - Sept 2025	Oct - Dec 2025	Calendar Yr 2026	Calendar Yr 2027-28	Total Agency
0.855-2% YTM	\$ 1,000	\$ 8,000	\$ 1,000	\$ -	\$ -	\$ -	\$ -	\$ 7,500	\$ 17,500
2.01-3% YTM	-	2,000	-	12,513	-	-	1,000	4,500	20,013
3.01-4% YTM	-	-	-	2,500	-	1,500	2,000	9,500	15,500
4.00-5% YTM	2,000	2,500	-	-	-	-	5,000	15,805	25,305
5.01%+ YTM	5,200	-	3,000	2,500	2,500	-	-	7,000	20,200
Total Maturity	\$ 8,200	\$ 12,500	\$ 4,000	\$ 17,513	\$ 2,500	\$ 1,500	\$ 8,000	\$ 44,305	\$ 98,517

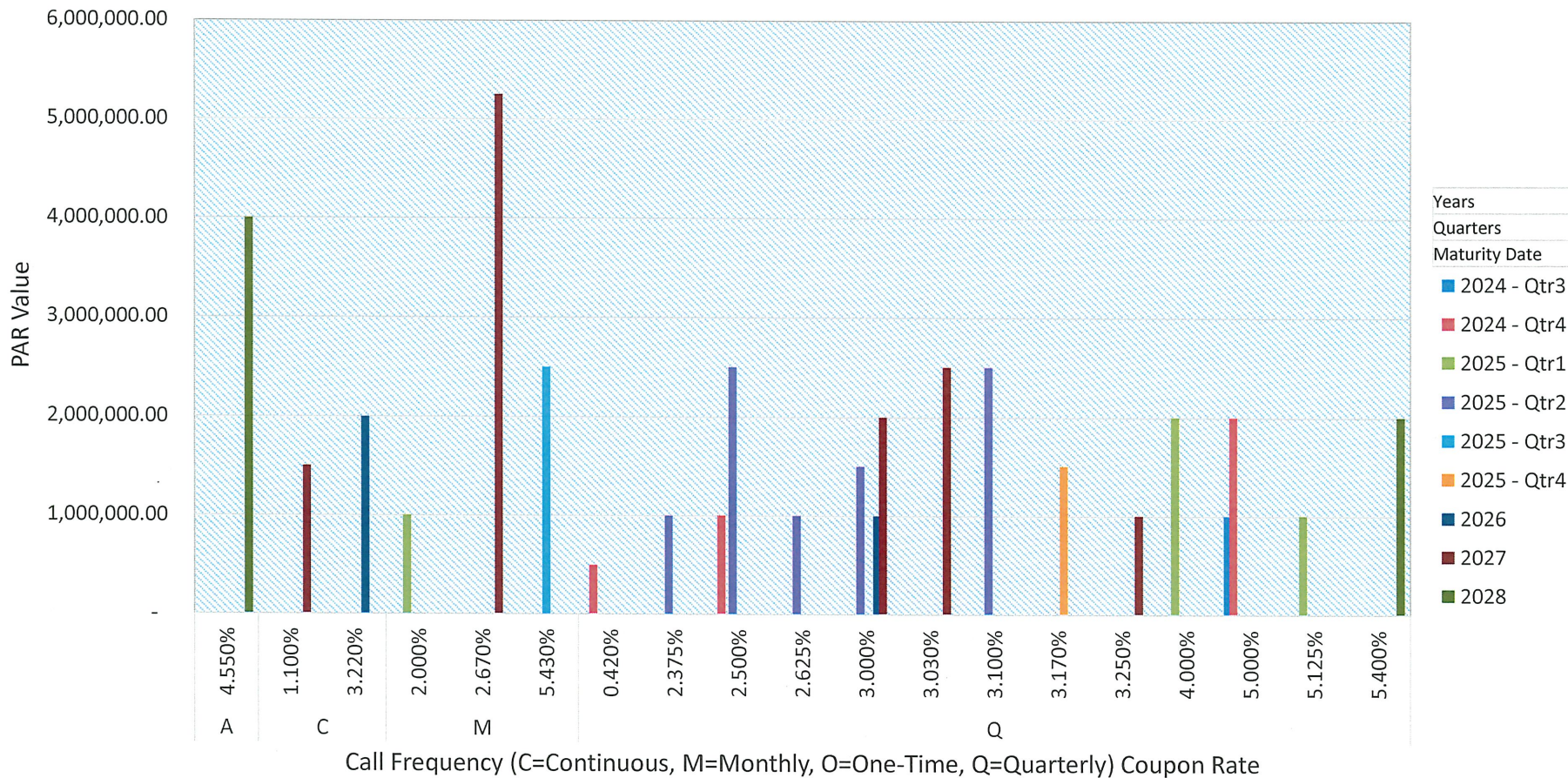
City of Bryan - Political Subdivison Par Value \$K, YTM, Maturity Date



Sum of Par Value

City of Bryan Callable Investments

(Quarter Based on Calendar Year)



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BTU City

**Investment Report
As of June 30, 2024**



Unaudited

BTU City Portfolio
Quarterly Summary
6/30/2024

Total Portfolio Summary

		Current Month 6/30/2024	Prior Quarter 3/31/2024	Change From Prior
Book Value	\$	235,252,660	\$ 227,249,152	\$ 8,003,508
Market Value		232,164,964	224,054,766	8,110,198
Market Value%		98.687%	98.594%	0.093%
Weighted Average Maturity - Days		385 days	364 days	21 days
Weighted Average Yield		4.212%	3.907%	0.305%
Current Month Rate of Return		4.159%	4.003%	0.157%
6 month Treasury Bill		5.320%	5.340%	-0.020%
1 Year Treasury Bill		5.110%	5.030%	0.080%
Fed Funds Target Rate/Range		5.250-5.500%	5.250-5.500%	0.000%

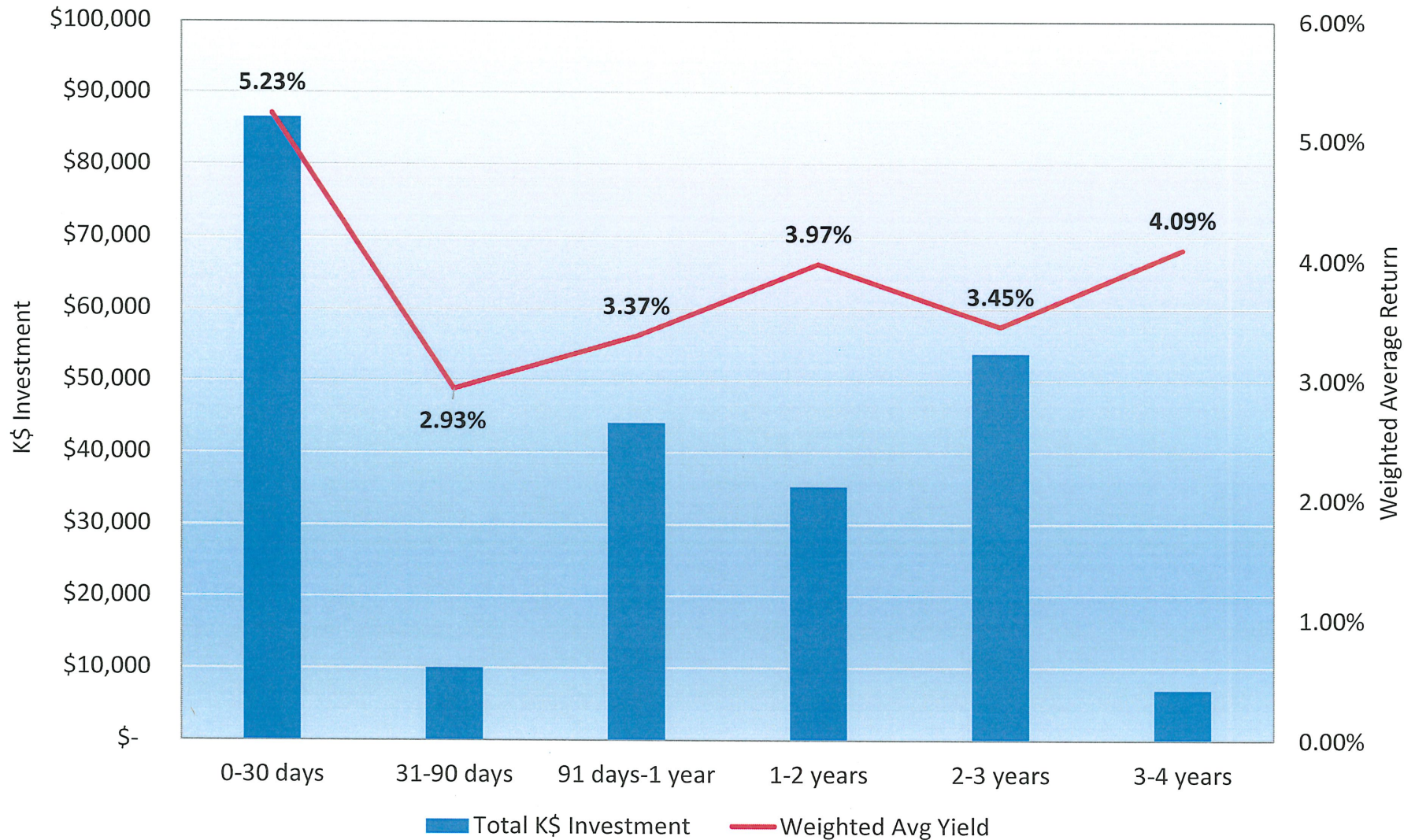
Type Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
Agency	\$ 103,631,649	44.051%	625	3.343%
Political Subdivision	41,019,604	17.436%	589	3.703%
Investment Pool	556,961	0.237%	1	5.440%
TERM Investment	10,000,000	4.251%	97	5.444%
Bank Deposit	80,044,446	34.025%	1	5.238%
	\$ 235,252,660	100.000%	385	4.212%

Issuer Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
FHLB	\$ 68,494,592	29.115%	557	3.052%
FFCB	19,033,303	8.091%	749	3.831%
FHLMC	11,463,078	4.873%	617	4.058%
FNMA	4,640,676	1.973%	1230	4.259%
Other Political Subdivision	24,513,286	10.420%	719	4.682%
Texas Political Subdivision	16,506,318	7.016%	411	2.298%
Truist - Depository Interest Bearing	72,774,808	30.935%	1	5.600%
Truist - Safekeeping	2,269,637	0.965%	1	5.214%
Truist - Depository Non-Interest Bearing	5,000,000	2.125%	1	0.000%
Texas Term	10,000,000	4.251%	97	5.444%
Texas Daily Select	556,961	0.237%	1	5.430%
	\$ 235,252,660	100.000%	385	4.212%

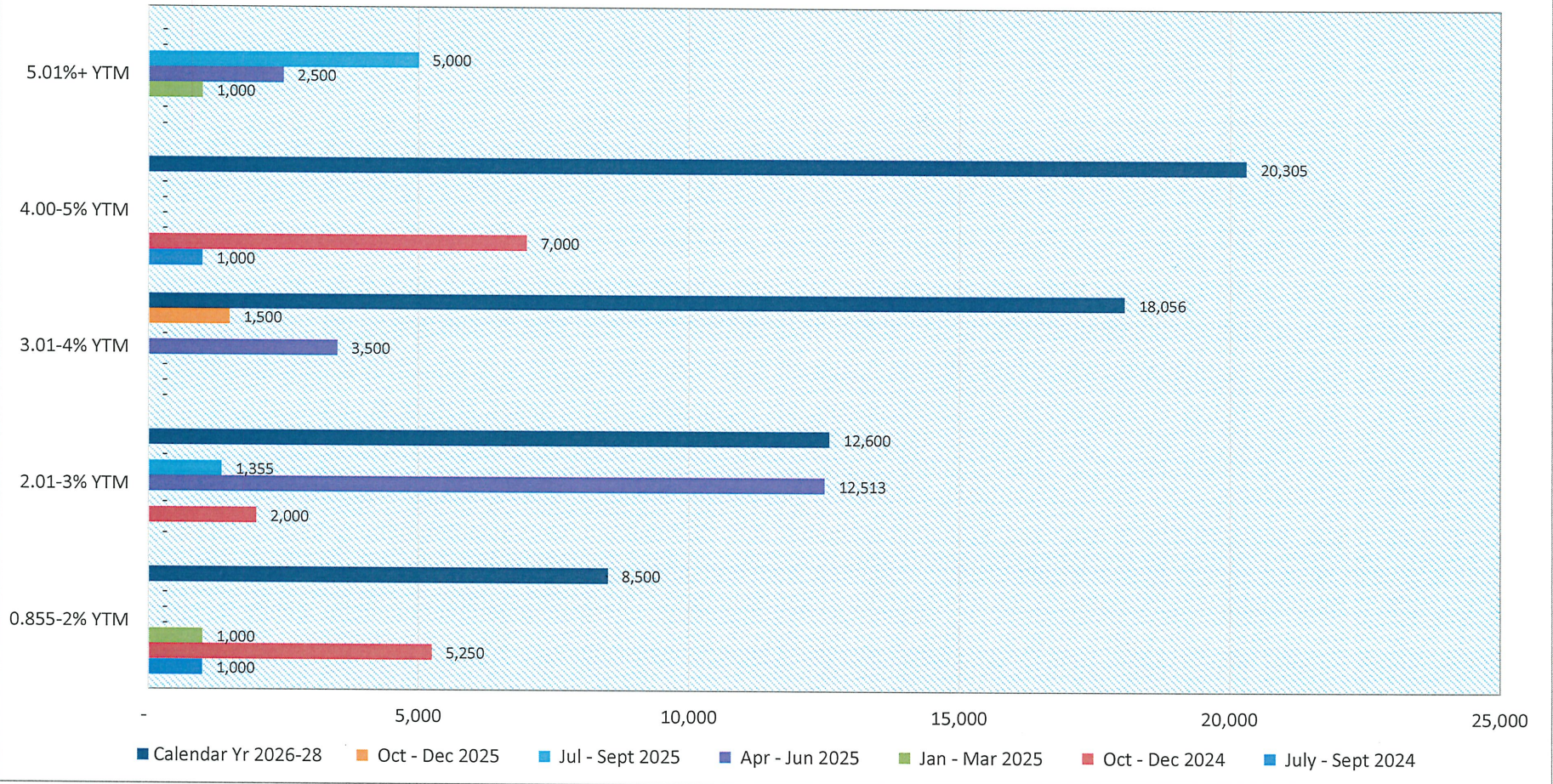
Maturity Breakdown:	Book Value	Percent
90 Days or Less	\$ 96,624,631	41.073%
91 to 180 Days	19,498,207	8.288%
181 to 365 Days	24,614,056	10.463%
More Than 365 Days	94,515,766	40.176%
	\$ 235,252,660	100.000%

Call Breakdown:	Book Value	Percent
90 Days or Less	\$ 63,641,148	100.000%
91 to 180 Days	-	0.000%
181 to 365 Days	-	0.000%
More Than 365 Days	-	0.000%
	\$ 63,641,148	100.000%

BTU City - Invested K\$ Days to Maturity and Related Weighted Average Yield

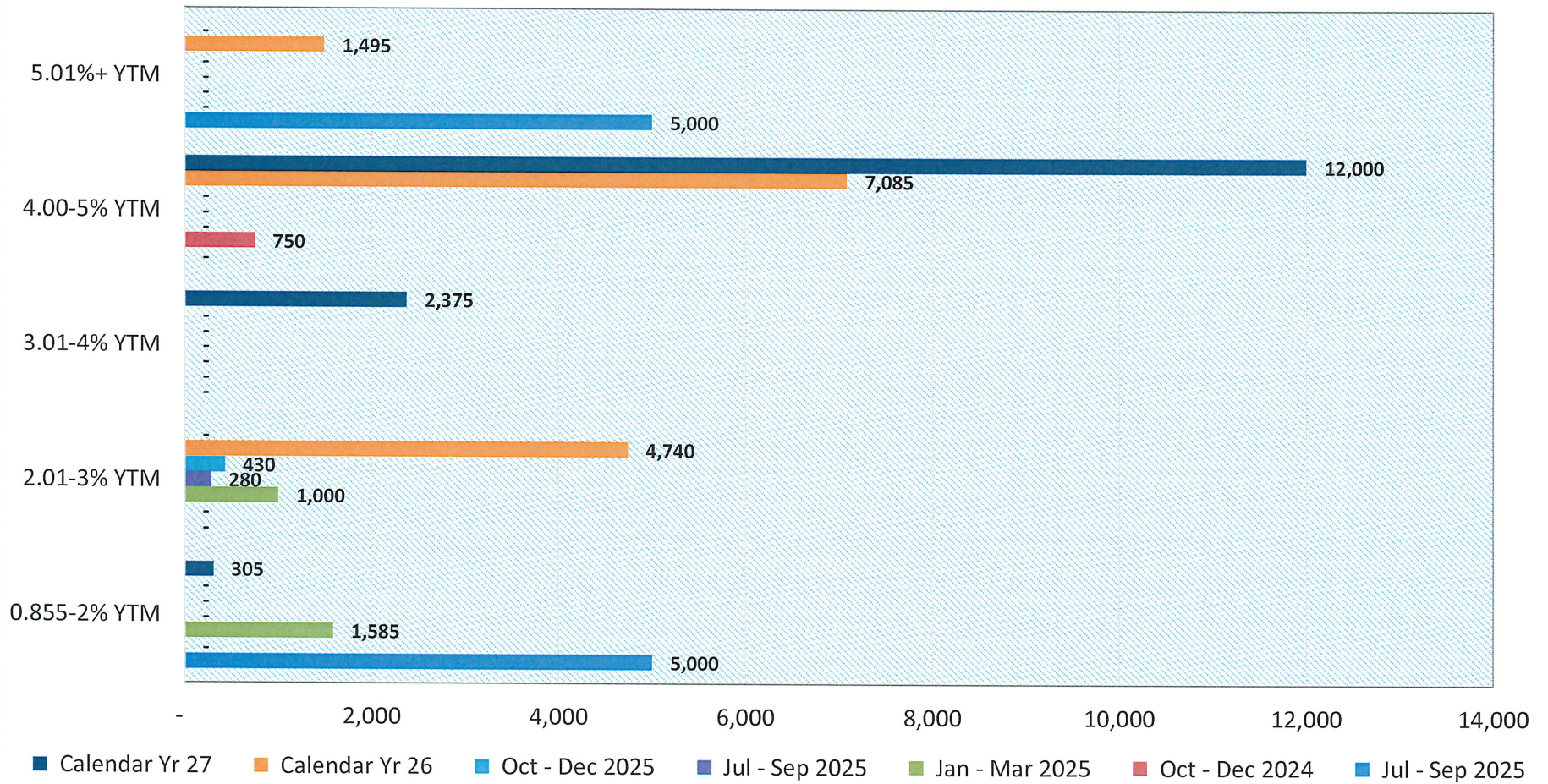


BTU City - Federal Agency Bonds Par Value \$K, YTM, Maturity Date



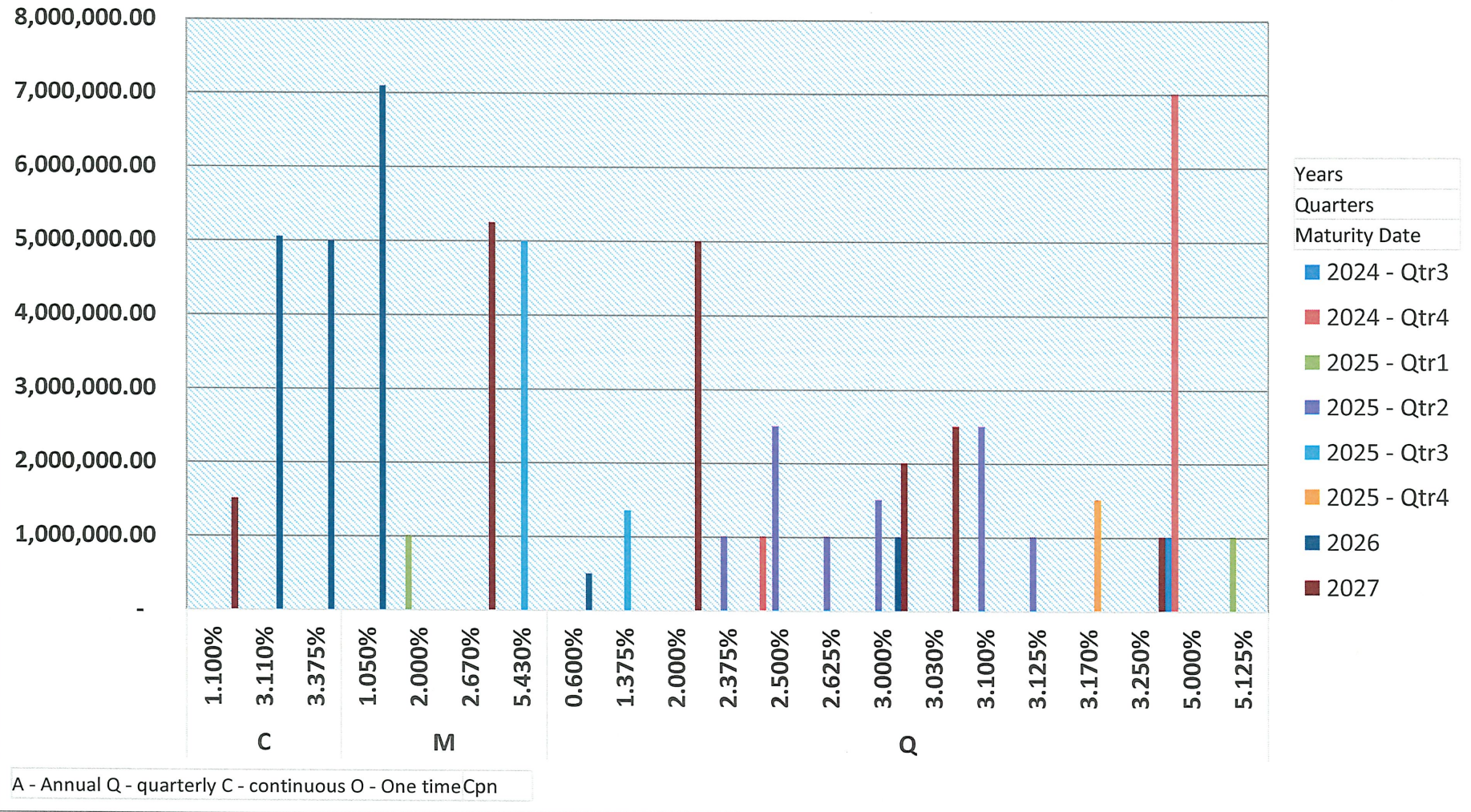
Agency Maturity	July - Sept 2024	Oct - Dec 2024	Jan - Mar 2025	Apr - Jun 2025	Jul - Sept 2025	Oct - Dec 2025	Calendar Yr 2026-28	Total Agency
0.855-2% YTM	1,000	5,250	1,000	-	-	-	8,500	15,750
2.01-3% YTM	-	2,000	-	12,513	1,355	-	12,600	28,468
3.01-4% YTM	-	-	-	3,500	-	1,500	18,056	23,056
4.00-5% YTM	1,000	7,000	-	-	-	-	20,305	28,305
5.01%+ YTM	-	-	1,000	2,500	5,000	-	-	8,500
Total Maturity	2,000	14,250	2,000	18,513	6,355	1,500	59,461	104,078

BTU City - Political Subdivision Par Value \$K, YTM, Maturity Date



Sum of Par Value

BTU City Callable Investments



BTU Rural

**Investment Report
As of June 30, 2024**

BRYAN TEXAS UTILITIES



THE DIFFERENCE IS YOU

Unaudited

BTU Rural
Quarterly Summary
6/30/2024

Total Portfolio Summary				
		Current Month	Prior Quarter	Change From
		6/30/2024	3/31/2024	Prior
Book Value	\$	56,540,671	\$ 35,032,908	\$ 21,507,763
Market Value		56,308,355	34,770,303	21,538,051
Market Value%		99.589%	99.250%	0.339%
Weighted Average Maturity - Days		104 days	193 days	-89 Days
Weighted Average Yield		5.164%	4.758%	0.406%
Current Month Rate of Return		4.856%	5.144%	-0.288%
6 month Treasury Bill		5.320%	5.340%	-0.020%
1 Year Treasury Bill		5.110%	5.030%	0.080%
Fed Funds Target Rate/Range		5.250-5.500%	5.250-5.500%	0.000%

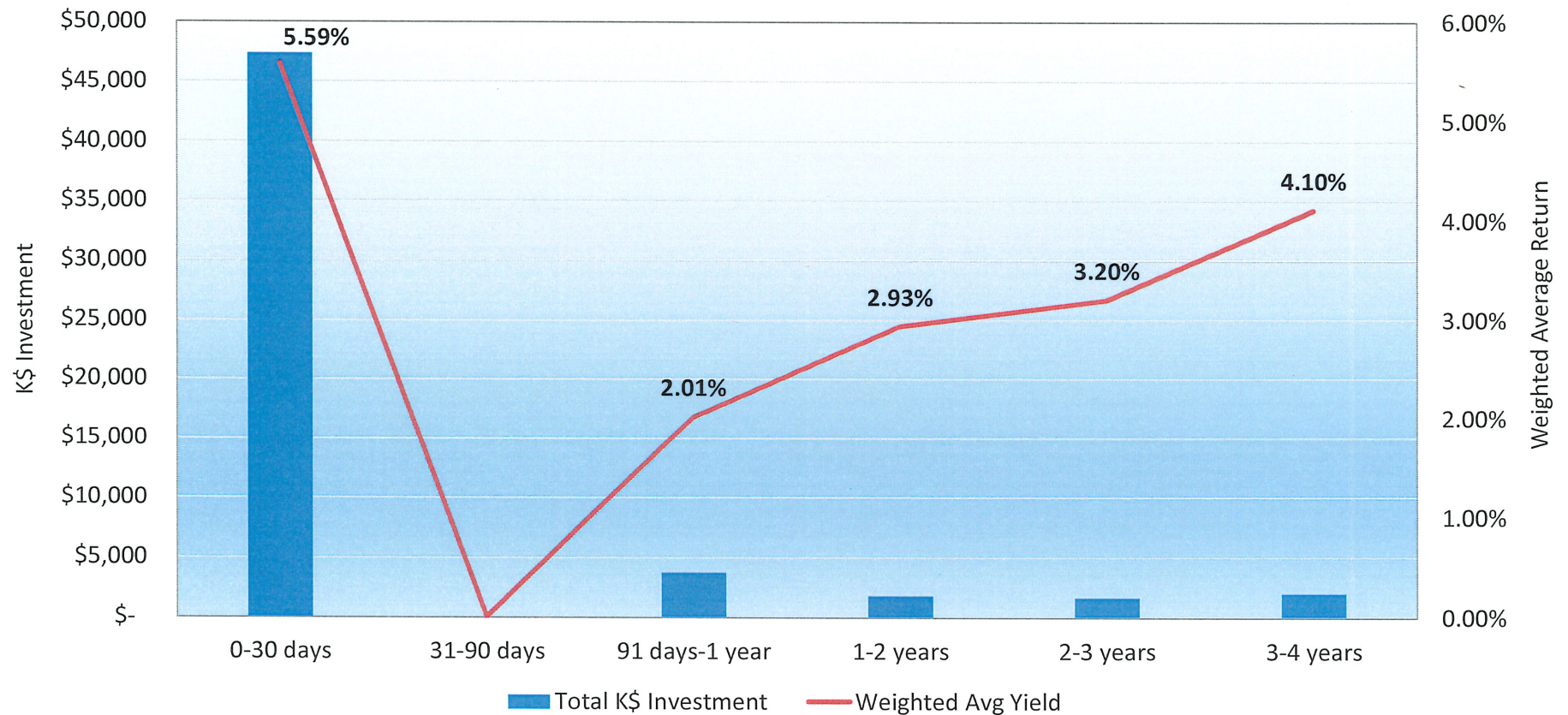
Type Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
Agency	\$ 6,709,404	11.867%	401	2.885%
Political Subdivision	3,440,661	6.085%	901	3.376%
Investment Pool	521,315	0.922%	1	5.430%
Bank Deposit	45,869,291	81.126%	1	5.600%
	\$ 56,540,671	100.000%	104	5.164%

Issuer Breakdown:	Book Value	Percent	Weighted Average Maturity	Weighted Average Yield
FHLB	\$ 3,751,382	6.635%	177	2.009%
FHLMC	960,452	1.699%	723	2.882%
FNMA	1,997,570	3.533%	682	4.587%
Other Political Subdivision	957,980	1.694%	1096	4.026%
Texas Political Subdivision	2,482,681	4.391%	827	3.123%
Truist - Depository Interest Bearing	45,869,291	81.126%	1	5.600%
Texas Daily Select	521,315	0.922%	1	5.430%
	\$ 56,540,671	100.000%	104	5.164%

Maturity Breakdown:	Book Value	Percent
90 Days or Less	\$ 47,390,606	83.817%
91 to 180 Days	2,251,382	3.982%
181 to 365 Days	1,500,000	2.653%
More Than 365 Days	5,398,683	9.548%
	\$ 56,540,671	100.000%

Call Breakdown:	Book Value	Percent
90 Days or Less	\$ 1,960,452	100.000%
91 to 180 Days	-	0.000%
181 to 365 Days	-	0.000%
More Than 365 Days	-	0.000%
	\$ 1,960,452	100.000%

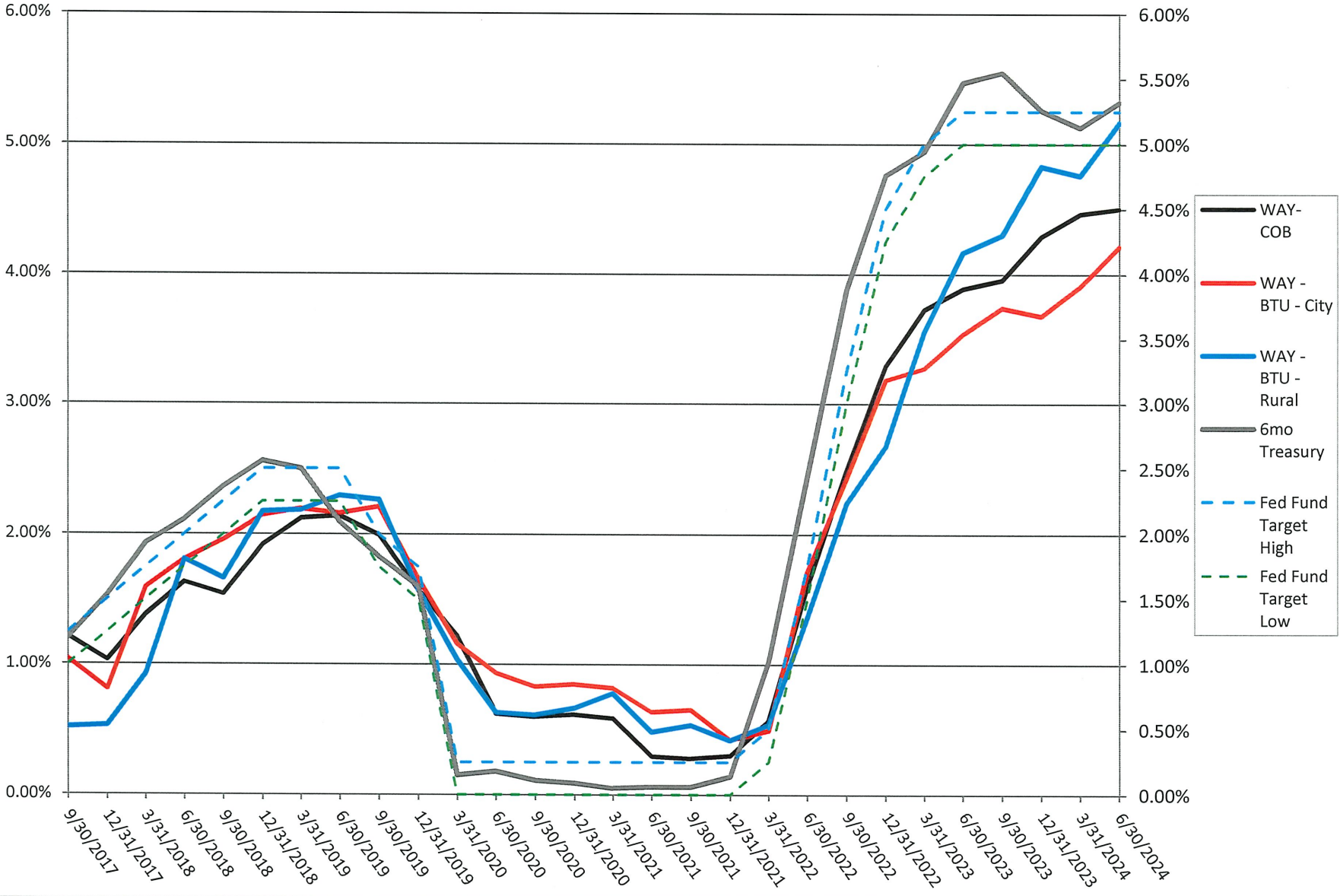
BTU Rural - Invested K\$, Days to Maturity & Related Weighted Average Yield



Supplemental Information

- Historical Yields
- COB Investment Policy Compliance Checklist
- BTU City & Rural Policy Compliance Checklist
- COB Verification of Truist Collateral Balances
- BTU Verification of Truist Collateral Balances
- Hilltop Securities Relative Value Report
- Dallas Federal Reserve Economic Updates
- Appendix 1 – COB Investment Report Details
- Appendix 2 – BTU Investment Report Details

CITY OF BRYAN HISTORICAL YIELDS BY QUARTER



Investment Policy Compliance Checklist
City of Bryan
06/30/2024

Compliant:

Investment Limits

- | | |
|-----|---|
| Yes | At all times, maintain at least ten (10) percent of its total portfolio in investments maturing in 90 days or less. |
| Yes | Investment in any single money market fund or investment pool shall never exceed fifteen (15) percent of the total assets of the money market fund or pool. |
| Yes | No more than twenty (20) percent of monthly average balance may be invested in money market mutual funds. (n/a) |
| Yes | Certificates of deposit shall not make up more than twenty (20) percent of total available funds. (n/a) |
| Yes | Repurchase agreements shall not make up more than twenty (20) percent of total available funds. (n/a) |
| Yes | Commercial paper shall not make up more than thirty (30) percent of total available funds. (n/a) |
| Yes | Collateralized Mortgage Obligations (CMOs) and other derivatives such as inverse floaters and other mortgage backed securities that pay only the interest (IO) or principal (PO) portion of the mortgage payment are strictly prohibited as both direct investments and collateral. (n/a) |
| Yes | The weighted average maturity of all securities and CD's in the investment portfolios at any given time including cash or demand deposits shall not exceed three years. |
| Yes | Any Certificate of Deposit or Repurchase Agreements exceeding FDIC insurance limits shall be collateralized at 102% of face amount. (n/a) |

Investment Policy Compliance Checklist

BTU

06/30/2024

Compliant:

Investment Limits

BTU City	BTU Rural	
<input type="checkbox"/> Yes	<input type="checkbox"/> Yes	At all times, maintain at least ten (10) percent of its total portfolio in investments maturing in 90 days or less.
<input type="checkbox"/> Yes	<input type="checkbox"/> Yes	Investment in any single money market fund or investment pool shall never exceed fifteen (15) percent of the total assets of the money market fund or pool.
<input type="checkbox"/> Yes	<input type="checkbox"/> Yes	No more than twenty (20) percent of monthly average balance may be invested in money market mutual funds. (n/a)
<input type="checkbox"/> Yes	<input type="checkbox"/> Yes	Certificates of deposit shall not make up more than twenty (20) percent of total available funds. (n/a)
<input type="checkbox"/> Yes	<input type="checkbox"/> Yes	Repurchase agreements shall not make up more than twenty (20) percent of total available funds. (n/a)
<input type="checkbox"/> Yes	<input type="checkbox"/> Yes	Commercial paper shall not make up more than thirty (30) percent of total available funds. (n/a)
<input type="checkbox"/> Yes	<input type="checkbox"/> Yes	Collateralized Mortgage Obligations (CMOs) and other derivatives such as inverse floaters and other mortgage backed securities that pay only the interest (IO) or principal (PO) portion of the mortgage payment are strictly prohibited as both direct investments and collateral. (n/a)
<input type="checkbox"/> Yes	<input type="checkbox"/> Yes	The weighted average maturity of all securities and CD's in the investment portfolios at any given time including cash or demand deposits shall not exceed three years.
<input type="checkbox"/> Yes	<input type="checkbox"/> Yes	Any Certificate of Deposit or Repurchase Agreements exceeding FDIC insurance limits shall be collateralized at 102% of face amount. (n/a)