



City of San Marcos

Quarterly Investment Report

Quarter Ended June 30, 2025



Overview of the Economy

- The Federal Open Market Committee made two 25-basis point cuts in November and December setting the federal funds rate at 4.25% to 4.50%
- The Committee is trying to reduce inflation to a rate of 2% over time
- Inflation in June 2025
 - Consumer Price Index: 2.7%, less food and energy: 2.9%
- Unemployment as of June 2025 (Unadjusted)
 - San Marcos: 3.5%
 - Texas: 4.1%
 - US: 4.4%



Quarter End Results

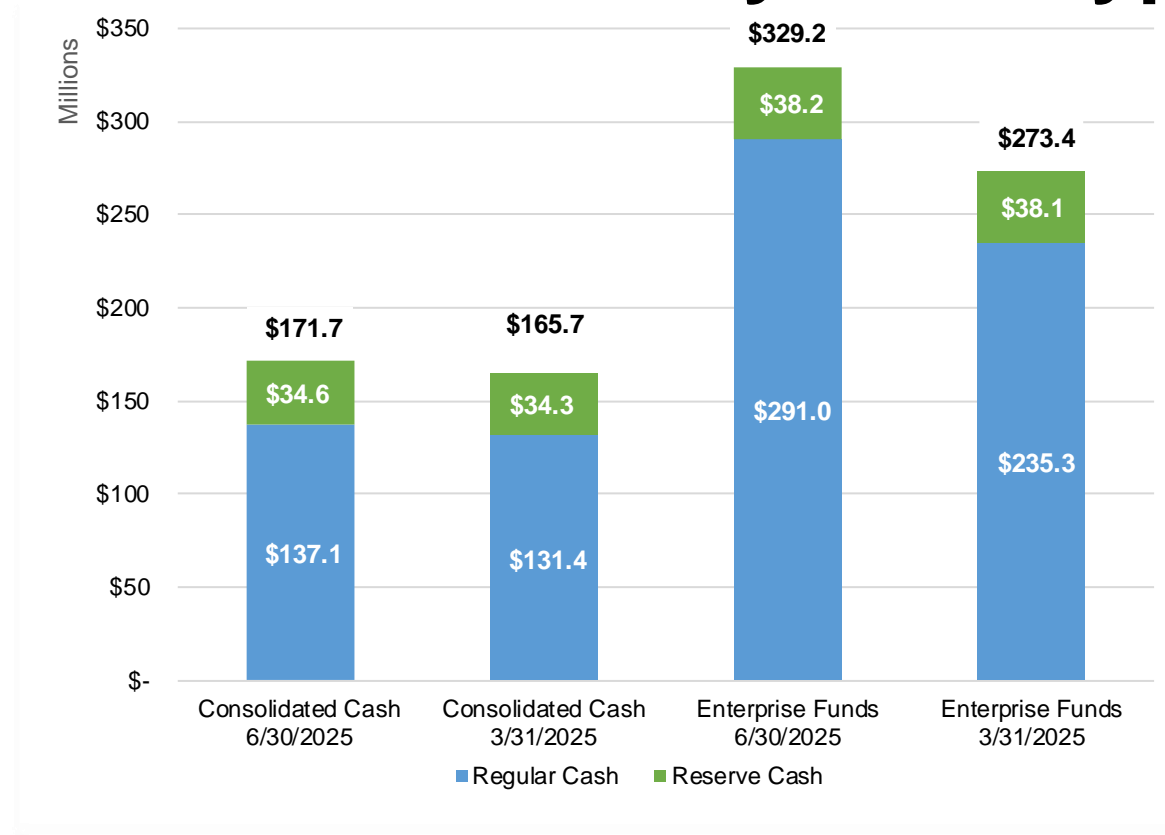
Asset Type	June 30, 2025		March 31, 2025	
	Par Value	Market Value	Par Value	Market Value
Pools/MMA	\$ 347,512,421	\$ 347,512,421	\$ 272,360,314	\$ 272,360,314
Securities	152,780,000	152,654,566	166,615,000	166,183,814
Demand Accounts	653,381	653,381	100,242	100,242
Totals	\$ 500,945,802	\$ 500,820,368	\$ 439,075,556	\$ 438,644,370

Current Quarter Average Yield		Rolling Twelve Month Average Yield	
Total Portfolio	4.41%	Total Portfolio	4.55%
Quarterly Six Month Treasury	4.25%	Rolling Six Month Treasury	4.47%
Quarterly Twelve Month Treasury	4.04%	Rolling Twelve Month Treasury	4.23%

	Interest Earnings		Bank Fees Offset	
3rd Quarter	\$	5,456,059	\$	12,547



Investment Value by Fund Type





Pooled Portfolio By Fund *as of 6/30/2025*

Consolidated Cash by Fund	\$ 171,717,261	% of Total
Governmental CIP	70,994,932	41.34%
General Fund Reserves	29,152,385	16.98%
General Fund	28,034,284	16.33%
Debt Service Fund	23,216,869	13.52%
Special Revenue Funds*	8,707,013	5.07%
Internal Service Fund	5,870,690	3.42%
Debt Service Fund Reserves	3,990,500	2.32%
Special Revenue Funds Reserves**	1,416,833	0.83%
Primary Bank Depository	333,755	0.19%

*Special Revenue includes 25 funds (HOT, ARP, Community Enhancement, CDBG, etc.)

**Special Revenue Funds 'Reserve' includes Community Enhancement and HOT

Enterprise Portfolio By Fund *as of 6/30/2025*



Enterprise Fund by Fund	\$ 329,228,541	% of Total
W/WW Utility CIP	159,839,909	48.55%
Electric Utility CIP	59,841,421	18.18%
Stormwater Utility CIP	44,022,051	13.37%
Electric Utility Fund Reserves	18,350,424	5.57%
W/WW Utility Fund Reserves	16,830,014	5.11%
W/WW Utility Fund	15,980,516	4.85%
Electric Utility Fund	5,471,522	1.66%
Stormwater Utility Fund	3,055,513	0.93%
Resource Recovery Fund	2,487,547	0.76%
Resource Recovery Fund Reserves	1,333,971	0.41%
Stormwater Utility Fund Reserves	1,219,031	0.37%
Transit Fund Reserves	476,996	0.14%
Primary Bank Depository	319,626	0.10%



Investment Diversification *as of 6/30/2025*

Security Type	*Allowable %	FY2025 Q3	FY2025 Q2
Local Government Investment Pools	100.0%	53.52%	44.93%
Federal Agency Coupon Securities	80.0%	24.36%	33.17%
Money Market Mutual Funds	50.0%	15.87%	17.11%
State and Municipal Bonds	50.0%	6.12%	4.77%
Primary Bank Depository	100.0%	0.13%	0.02%
Total		100.0%	100.0%

*Allowable investment percentage per the City of San Marcos Investment Policy



Yields as compared to Benchmark

