



# **City of San Marcos**

## **Quarterly Investment Report**

Quarter Ended March 31, 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 March 2025
  - Consumer Price Index: 2.4%, less food and energy: 2.8%
- Unemployment as of March 2025 (Unadjusted)
  - San Marcos: 3.5%
  - Texas: 4.0%
  - US: 4.2%



# Quarter End Results

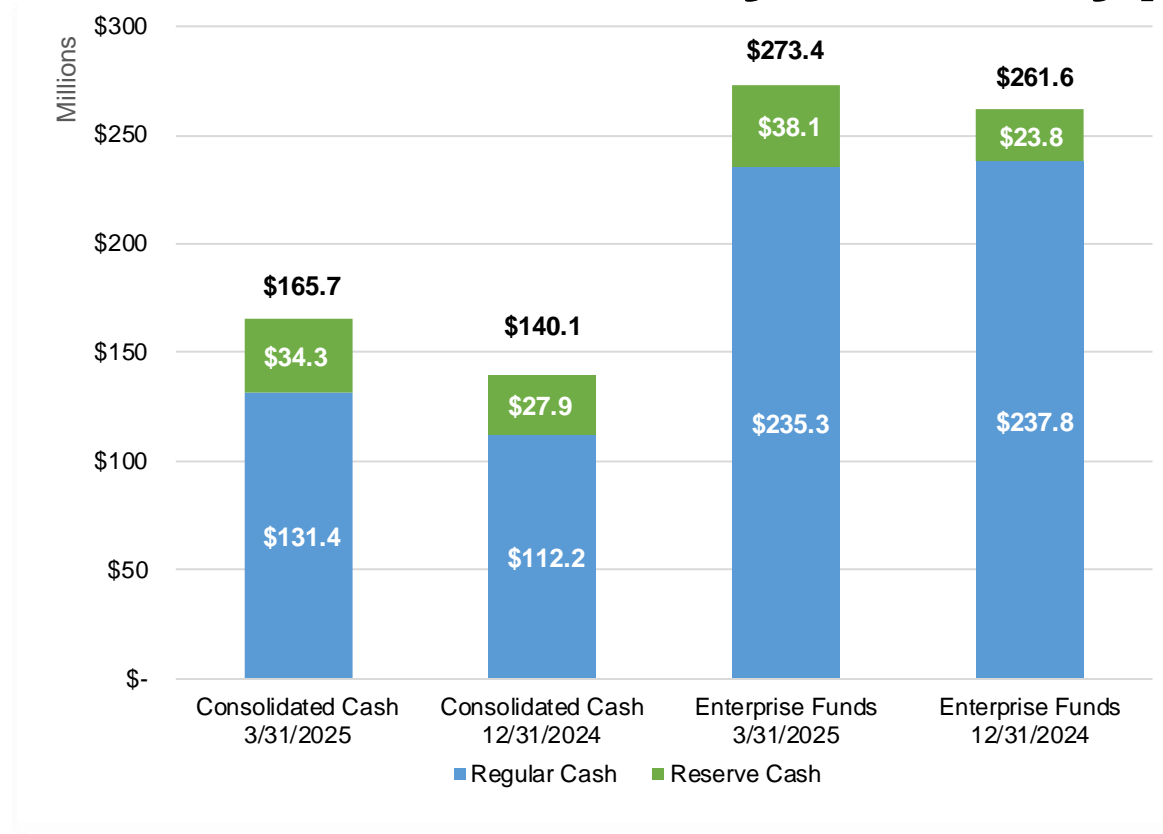
Asset Type	March 31, 2025		December 31, 2024	
	Par Value	Market Value	Par Value	Market Value
Pools/MMA	\$ 272,360,314	\$ 272,360,314	\$ 271,812,905	\$ 271,812,905
Securities	166,615,000	166,183,814	129,650,000	129,420,551
Demand Accounts	100,242	100,242	224,622	224,622
<b>Totals</b>	<b>\$ 439,075,556</b>	<b>\$ 438,644,370</b>	<b>\$ 401,687,527</b>	<b>\$ 401,458,078</b>

Current Quarter Average Yield		Rolling Twelve Month Average Yield	
Total Portfolio	4.51%	Total Portfolio	4.70%
Quarterly Six Month Treasury	4.29%	Rolling Six Month Treasury	4.75%
Quarterly Twelve Month Treasury	4.15%	Rolling Twelve Month Treasury	4.51%

	Interest Earnings		Bank Fees Offset	
2nd Quarter	\$	4,165,904	\$	11,083



# Investment Value by Fund Type





# Pooled Portfolio By Fund *as of 3/31/2025*

Consolidated Cash by Fund	\$ 165,690,558	% of Total
Governmental CIP	56,317,543	33.98%
General Fund	32,520,820	19.63%
General Fund Reserves	28,936,003	17.46%
Debt Service Fund	22,726,976	13.72%
Special Revenue Funds*	11,837,701	7.14%
Internal Service Fund	8,007,701	4.83%
Debt Service Fund Reserves	3,943,090	2.38%
Special Revenue Funds Reserves**	1,400,000	0.84%
Primary Bank Depository	724	0.00%

\*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 3/31/2025*



Enterprise Fund by Fund	\$ 273,384,997	% of Total
W/WW Utility CIP	127,934,591	46.80%
Electric Utility CIP	63,491,846	23.22%
Stormwater Utility CIP	25,681,759	9.39%
Electric Utility Fund Reserves	18,297,050	6.69%
W/WW Utility Fund Reserves	16,751,470	6.13%
W/WW Utility Fund	10,406,923	3.81%
Electric Utility Fund	3,051,144	1.12%
Resource Recovery Fund	2,454,221	0.90%
Stormwater Utility Fund	2,218,211	0.81%
Resource Recovery Fund Reserves	1,320,000	0.48%
Stormwater Utility Fund Reserves	1,206,264	0.44%
Transit Fund Reserves	472,000	0.17%
Primary Bank Depository	99,518	0.04%



# Investment Diversification *as of 3/31/2025*

Security Type	*Allowable %	FY2025 Q2	FY2025 Q1
Local Government Investment Pools	100.0%	44.93%	41.90%
Federal Agency Coupon Securities	80.0%	33.17%	28.30%
Money Market Mutual Funds	50.0%	17.11%	25.80%
State and Municipal Bonds	50.0%	4.77%	3.90%
Primary Bank Depository	100.0%	0.02%	0.10%
Total		100.0%	100.0%

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



# Yields as compared to Benchmark

