



City of San Marcos

Quarterly Investment Report

Quarter Ended March 31, 2023



Overview of the Economy

- The Federal Open Market Committee increased interest rates 0.25% to a target range of 5% to 5.25% in May
- The Committee is trying to reduce inflation to a rate of 2 percent over time
- Inflation in March 2023
 - Consumer Price Index – 5.0%, less food and energy – 5.6%
- Unemployment as of March 2023 (Unadjusted)
 - San Marcos - 3.6%
 - Texas - 4.2%
 - US – 3.6%



Quarter End Results

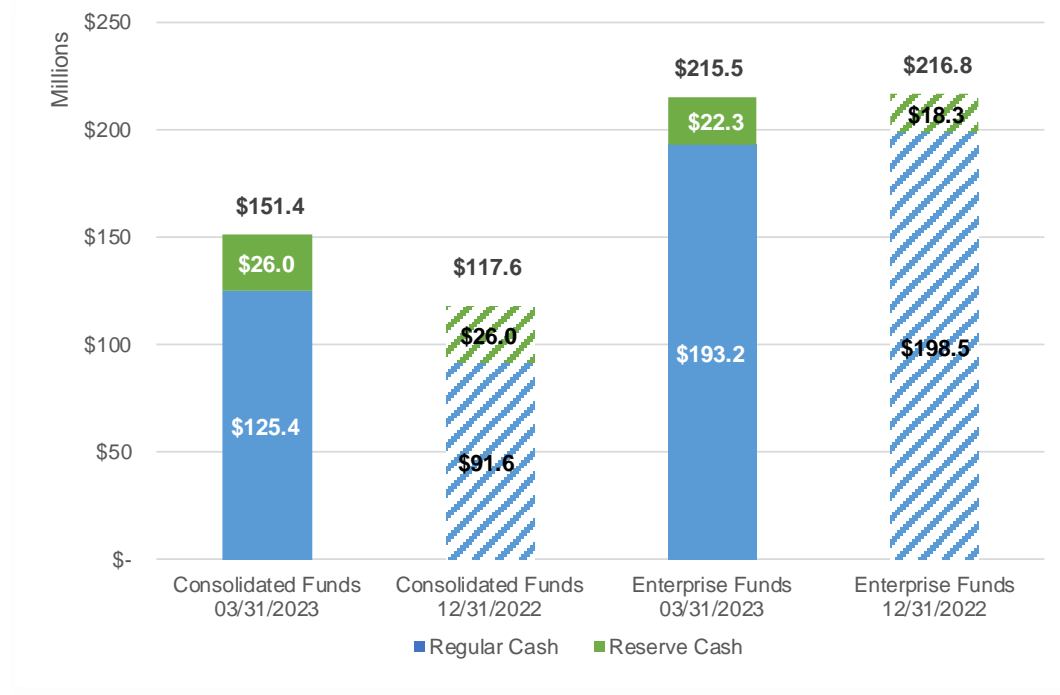
Asset Type	March 31, 2023		December 31, 2022	
	Par Value	Market Value	Par Value	Market Value
Pools/MMA	\$ 158,377,012	\$ 158,377,012	\$ 191,502,262	\$ 191,502,262
Securities	192,710,000	190,720,662	131,310,000	128,400,347
Demand Accounts	15,834,732	15,834,732	11,635,923	11,635,923
Totals	\$ 366,921,744	\$ 364,932,406	\$ 334,448,185	\$ 331,538,532

Current Quarter Average Yield		Rolling Twelve Month Average Yield	
Total Portfolio	3.08%	Total Portfolio	2.43%
Rolling Six Month Treasury	4.94%	Rolling Six Month Treasury	2.52%
Rolling Twelve Month Treasury	4.77%	Rolling Twelve Month Treasury	2.79%

	Interest	Bank Fees
	Earnings	Offset
2nd Quarter	\$ 2,117,483	\$ 22,259



Investment Value by Fund Type





Pooled Portfolio By Fund *as of 03/31/2023*

Consolidated Pooled Cash by Fund	\$ 151,393,346	% of Total
General Fund	46,007,477	30.4%
Governmental CIP	27,073,113	17.9%
General Fund 'Reserves'	22,471,328	14.8%
Debt Service Fund	19,443,717	12.8%
Special Revenue Funds	14,980,817	9.9%
Internal Service Fund	9,228,076	6.1%
Primary Bank Depository	8,624,263	5.7%
Debt Service Fund 'Reserves'	3,564,556	2.4%



Enterprise Portfolio By Fund *as of 03/31/2023*

Enterprise Pooled Cash by Fund	\$ 215,528,398	% of Total
W/WW Utility CIP	113,665,315	52.7%
Electric Utility CIP	32,733,242	15.2%
Stormwater Utility CIP	19,545,773	9.1%
W/WW Utility Fund	14,355,854	6.7%
W/WW Utility Fund 'Reserves'	11,349,534	5.3%
Electric Utility Fund 'Reserves'	10,974,706	5.1%
Electric Utility Fund	4,905,063	2.3%
Resource Recovery Fund	4,036,285	1.9%
Stormwater Utility Fund	3,962,625	1.8%



Investment Diversification *as of 03/31/2023*

Security Type	*Allowable %	FY2023 Q2	FY2023 Q1
Federal Agency Coupon Securities	80.0%	47.96%	34.25%
Local Government Investment Pools	100.0%	26.98%	52.68%
Money Market Mutual Funds	50.0%	16.18%	4.57%
State and Municipal Bonds	50.0%	4.56%	5.01%
Primary Bank Depository	100.0%	4.32%	3.48%
Total		100.0%	100.0%

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



Yields as compared to Benchmark

