



City of Benbrook

CITY COUNCIL COMMUNICATION

DATE: 1/19/23	REFERENCE NUMBER: G-2598	SUBJECT: Approve Investment Report for the quarter ending December 31, 2022.	PAGE: 1 of 1
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The Public Funds Investment Act (PFIA), Texas Government Code and the City's Investment Policy require that an Investment Report be presented to City Council.

The Investment Committee met on January 10, 2023, to review the report and ensure compliance with the City's investment policy. A copy of the Investment Report is attached, and highlights are presented below.

- The total portfolio for the City and EDC at December 31, 2022 is \$56,332,178, with 88.4% or \$49,813,970 belonging to the City, and 11.6% or \$6,518,208 to the EDC.
- 40.2% of the combined portfolio is in bank accounts, with 49.0% in local government investment pools, 9.6% in certificates of deposit, 0.9% in agency notes, and 0.4% in treasury notes.
- The weighted average maturity on the combined portfolio is 44 days with a 2.57% average yield to maturity. In comparison, the 90-day T-Bill benchmark rate is 4.18% due to rising interest rates.

The City's average yield will continue to slowly rise as interest rates increase, but will lag the market. Interest rates are forecast to increase through 2023 and the City is positioned to take advantage of these rising rates.

RECOMMENDATION

Staff recommends that the City Council accept the Investment Report for the quarter ending December 31, 2022.

SUBMITTED BY:	DISPOSITION BY COUNCIL: <input type="checkbox"/> APPROVED <input type="checkbox"/> OTHER (DESCRIBE)	PROCESSED BY:
		CITY SECRETARY
CITY MANAGER		DATE: