

CITY OF MESQUITE



INVESTMENT REPORT

FOR

QUARTER ENDING

September 30, 2024

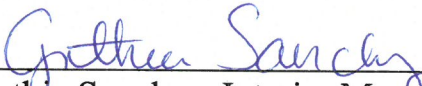
INVESTMENT REPORT

FOR QUARTER ENDING SEPTEMBER 30, 2024

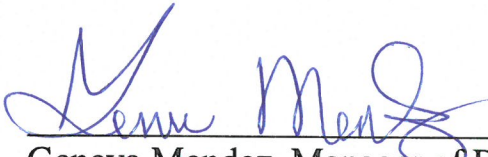
The information within comprises the quarterly investment report for the City of Mesquite, Texas. The under-signed acknowledge that the City's investment portfolio has been and is currently in compliance with the policies and strategies contained in the City's Investment Policy as adopted by Resolution 41-2024 for the City of Mesquite and is also in compliance with the requirements of the Public Funds Investment Act of the State of Texas.



Ted Chinn, Director of Finance



Cynthia Sanchez, Interim Manager of Accounting

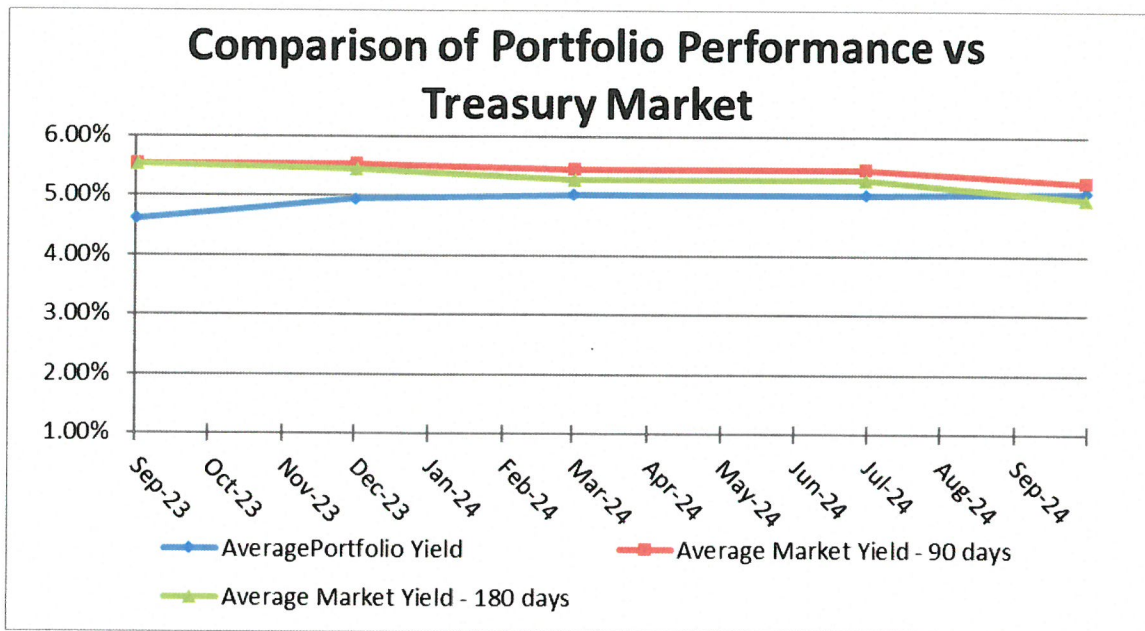


Geneva Mendez, Manager of Budget and Treasury

City of Mesquite Investment Report For Quarter Ending September 30, 2024

This report presents an overview of the City’s investment portfolio. It shows how the portfolio is structured and how it performed during the quarter.

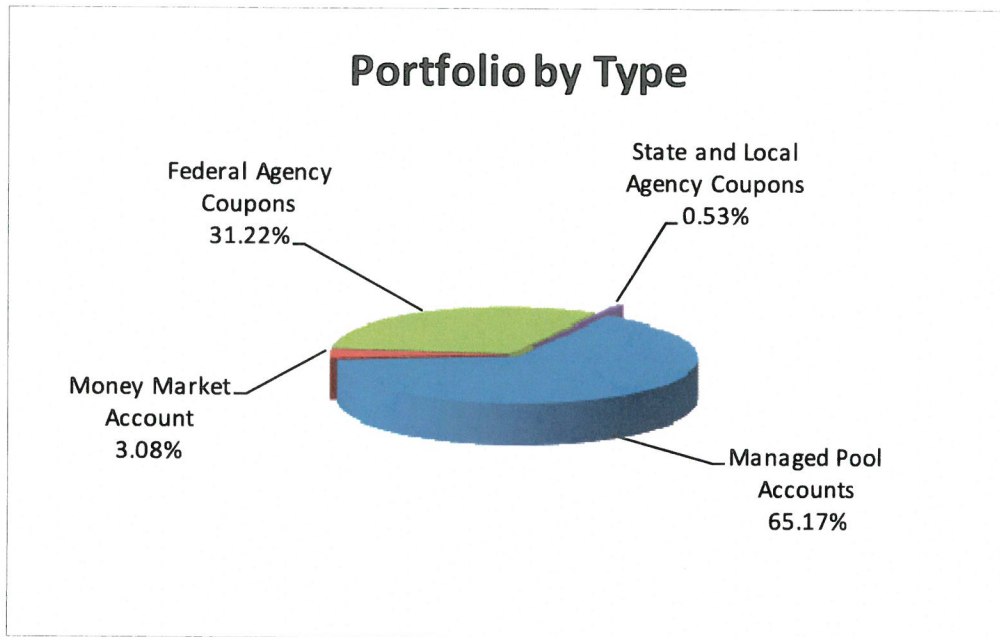
The City’s portfolio is designed with the objective of regularly meeting or exceeding the average rate of return on U.S. Treasury securities at a maturity level comparable to the City’s weighted average maturity (WAM) in days. The City’s portfolio weighted average maturity was 62 days. The City had an average yield of 5.06%. The benchmark average treasury yield is 5.24% for 90 days and 4.95% for 180 days. The following chart reflects portfolio performance compared to market rates for the past year along with WAM in days by quarter.



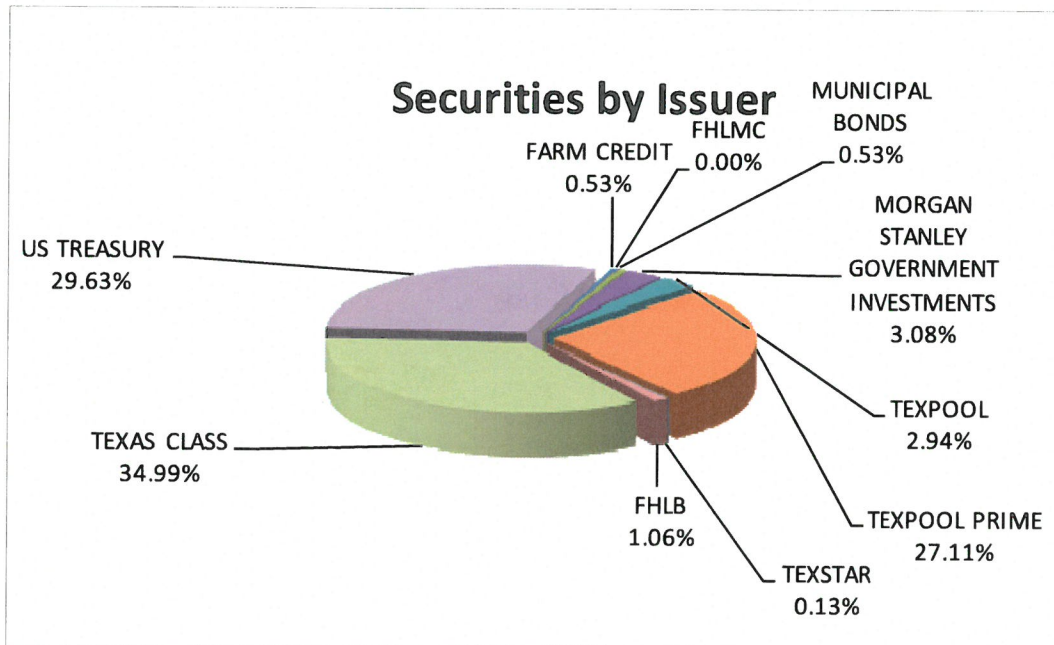
Quarter	23-Sep	23-Dec	24-Mar	24-Jun	24-Sep
WAM Days	82	61	62	71	62

The City of Mesquite recognizes that portfolio diversification is an important factor in controlling risk. The City invests in coupon securities, certificates of deposits, managed pool accounts, and a money market account. Coupon securities include US Treasury and Agency issues with a stated rate of interest in the form of a coupon. Certificates of deposits are non-negotiable and purchased from a bank with a main office or branch office in Texas. Managed pools include TexPool, TexSTAR, Texas CLASS, and TexPool Prime. Also, the City invests in a Morgan Stanley Government Money Market Account.

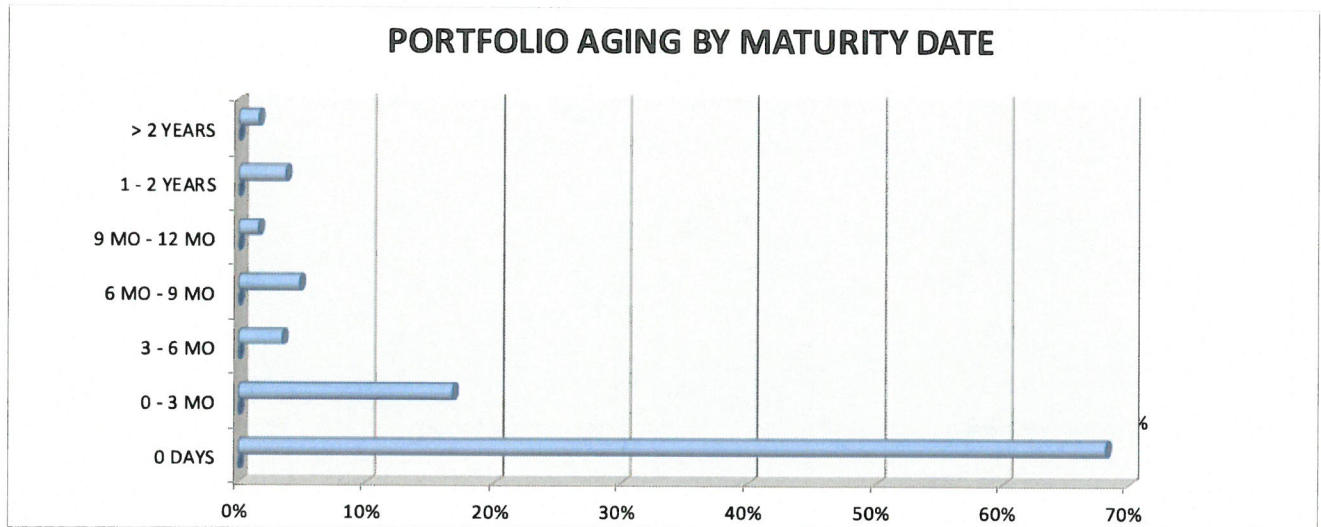
The following graph shows the percentage of the portfolio structure by type of investment.



The next graph shows the percentage of the portfolio structure by issuer.



Diversification is also achieved by investing in securities with varying maturities. The following graph shows the composition by maturity.



The total book value of the City’s portfolio was \$377,425,833.13. The market value of the City’s portfolio was \$377,566,896.95. The difference represents an unrealized gain of \$141,063.82. Below is a review of the City’s portfolio and unrealized gain or loss per month for the quarter.

	<u>Book Value</u>	<u>Market Value</u>	<u>Unrealized Gain / (Loss)</u>
Jul-24	\$ 333,242,600.67	\$ 332,959,797.52	\$ (282,803.15)
Aug-24	\$ 324,186,012.09	\$ 324,150,811.26	\$ (35,200.83)
Sep-24	\$ 377,425,833.13	\$ 377,566,896.95	\$ 141,063.82

The City would only realize the gain or loss if investments were sold prior to maturity. Per the investment policy, the City currently has a “buy and hold” portfolio strategy; therefore, investments are purchased with the intent to hold until maturity.

PORTFOLIO SUMMARY

July 01 thru September 30, 2024

Investment Class	Par Value	Market Value	Book Value	Accrued Interest
Fair Value				
Value at July 01, 2024	\$ 73,000,000.00	\$ 71,419,804.74	\$ 71,960,599.91	\$ 348,207.14
Net Change	48,000,000.00	48,550,100.89	47,868,241.90	10,230.79
Value ending September 30, 2024	\$ 121,000,000.00	\$ 119,969,905.63	\$ 119,828,841.81	\$ 358,437.93
Fair Value Ext Pool				
Value at July 01, 2024	\$ 269,265,887.30	\$ 269,265,887.30	\$ 269,265,887.30	
Net Change	(11,668,895.98)	(11,668,895.98)	(11,668,895.98)	
Value ending September 30, 2024	\$ 257,596,991.32	\$ 257,596,991.32	\$ 257,596,991.32	
Total				
Value at July 01, 2024	\$ 342,265,887.30	\$ 340,685,692.04	\$ 341,226,487.21	\$ 348,207.14
Net Change	36,331,104.02	36,881,204.91	36,199,345.92	10,230.79
Value ending September 30, 2024	\$ 378,596,991.32	\$ 377,566,896.95	\$ 377,425,833.13	\$ 358,437.93
Investments				
Managed Pool Accounts	\$ 245,956,188.39	\$ 245,956,188.39	\$ 245,956,188.39	5.386
Certificates of Deposit - Bank	-	-	-	0.000
Money Market Fund Accounts	11,640,802.93	11,640,802.93	11,640,802.93	5.147
Federal Agency Coupons	119,000,000.00	117,969,905.63	117,828,841.81	4.4492
State and Local Agency Coupons	2,000,000.00	2,000,000.00	2,000,000.00	0.790
	\$ 378,596,991.32	\$ 377,566,896.95	\$ 377,425,833.13	5.062
		100.00%	62.30	
			Days to Maturity	
			1.00	
			1.00	
			1.00	
			197.37	
			0.00	
			62.30	
				5.062

**CITY OF MESQUITE
PORTFOLIO DETAILS**
July 01 thru September 30, 2024

ISSUER	Maturity	COUPON	BEGINNING MARKET		PURCHASES	UNREALIZED GAIN/LOSS		PAR	ENDING MARKET	ENDING BOOK		ENDING INTEREST
			VALUE	VALUE		VALUE	VALUE			VALUE	VALUE	
FHBL	14-Mar-25	4.4100	2,000,000.00	1,991,798.08		(908.39)	2,000,000.00	2,000,983.88	2,001,892.07	4,368.06		
FHBL	13-Mar-26	4.1000	2,000,000.00	1,987,878.32		8,396.62	2,000,000.00	2,019,454.34	2,011,057.72	4,500.00		
FC	21-Feb-25	5.9800	2,000,000.00	1,992,459.00		3,120.10	2,000,000.00	2,000,590.78	1,997,470.68	10,555.56		
MUNI	1-Oct-24	0.7900	2,000,000.00	1,977,220.00			2,000,000.00	2,000,000.00	2,000,000.00	7,940.00		
TREAS	26-Dec-24	4.6100	3,000,000.00	2,902,987.50	11,000,000.00	(472.95)	11,000,000.00	10,881,618.66	10,892,091.61	0,000.00		
TREAS	20-Feb-25	5.3000	3,000,000.00	2,902,987.50		8,315.10	3,000,000.00	2,948,510.22	2,940,195.12	0,000.00		
TREAS	15-Aug-24	5.5900	3,000,000.00	2,979,624.80	(3,000,000.00)		3,000,000.00		2,980,762.19	0,000.00		
TREAS	14-Nov-24	5.4600	3,000,000.00	2,941,539.84		2,151.13	3,000,000.00	2,982,913.32	2,980,762.19	0,000.00		
TREAS	12-Dec-24	4.5700	2,000,000.00	1,962,441.40		22.00	2,000,000.00	10,901,660.00	10,901,638.00	0,000.00		
TREAS	29-Oct-24	4.7400	2,000,000.00	1,953,085.96		(671.65)	2,000,000.00	10,959,446.63	10,960,118.28	0,000.00		
TREAS	12-Nov-24	4.7300	2,000,000.00	1,934,843.76		(237.38)	2,000,000.00	10,940,203.12	10,940,440.50	0,000.00		
TREAS	26-Nov-24	4.7200	2,000,000.00	1,931,640.62		(1,048.10)	2,000,000.00	10,919,941.34	10,920,989.44	0,000.00		
TREAS	31-Mar-25	3.3600	2,000,000.00	1,962,343.76		(9,567.64)	2,000,000.00	1,983,265.62	1,992,833.26	144.23		
TREAS	30-Apr-25	4.0700	2,000,000.00	1,962,441.40		(2,838.95)	2,000,000.00	1,983,578.12	1,986,417.07	24,062.50		
TREAS	31-May-25	5.0333	12,000,000.00	11,753,085.96		62,391.47	12,000,000.00	11,895,468.72	11,833,077.25	115,942.60		
TREAS	30-Sep-25	3.8300	2,000,000.00	1,951,250.00		(3,008.33)	2,000,000.00	1,980,843.74	1,983,852.07	164.84		
TREAS	31-Dec-25	4.3700	2,000,000.00	1,934,843.76		12,287.72	2,000,000.00	1,970,390.62	1,958,102.90	13,267.66		
TREAS	31-Jan-26	4.3400	2,000,000.00	1,931,640.62		13,524.15	2,000,000.00	1,969,765.62	1,956,241.47	8,845.11		
TREAS	30-Apr-26	4.2400	2,000,000.00	1,916,250.00		14,780.37	2,000,000.00	1,958,359.38	1,943,579.01	19,877.72		
TREAS	30-Jun-26	4.1800	2,000,000.00	1,892,812.50		15,420.92	2,000,000.00	1,938,593.76	1,923,172.84	9,476.90		
TREAS	30-Sep-26	4.1500	2,000,000.00	1,871,796.88		19,223.46	2,000,000.00	1,923,203.12	1,903,979.66	89.29		
TREAS	31-Oct-26	4.1600	2,000,000.00	1,867,734.38		19,747.07	2,000,000.00	1,919,687.50	1,899,940.43	13,600.54		
TREAS	31-Dec-24	2.7400	2,000,000.00	1,964,843.76		(9,551.30)	2,000,000.00	1,985,625.00	1,991,176.30	8,845.11		
TREAS	31-Jan-25	2.6100	2,000,000.00	1,955,195.32		(12,689.37)	2,000,000.00	1,979,199.22	1,991,888.59	4,633.15		
TREAS	15-Jul-24	0.4200	2,000,000.00	1,996,163.00	(2,000,000.00)							
TREAS	15-Aug-24	0.4400	2,000,000.00	1,987,617.18	(2,000,000.00)							
TREAS	15-Sep-24	0.6800	2,000,000.00	1,979,687.50	(2,000,000.00)							
TREAS	15-Oct-24	0.7100	2,000,000.00	1,972,656.24			2,000,000.00	1,996,730.70	1,999,937.41	5,771.86		
TREAS	15-Nov-24	0.9400	2,000,000.00	1,966,132.82		(3,206.71)	2,000,000.00	1,990,013.06	1,999,542.43	5,665.76		
TREAS	15-Feb-25	3.0700	2,000,000.00	1,953,222.66		(9,529.37)	2,000,000.00	1,977,792.96	1,988,492.75	3,831.52		
TREAS	15-Jun-25	4.3200	2,000,000.00	1,957,636.72		(10,699.79)	2,000,000.00	1,982,050.78	1,980,121.22	16,967.21		
TREAS	15-Jul-25	4.3200	2,000,000.00	1,957,988.28		3,960.89	2,000,000.00	1,983,718.74	1,979,757.85	12,717.39		
TREAS	15-Aug-25	4.0400	2,000,000.00	1,958,046.88		(531.78)	2,000,000.00	1,984,031.24	1,984,563.02	7,982.34		
TREAS	15-Oct-25	4.0100	2,000,000.00	1,981,250.00		984.98	2,000,000.00	2,005,859.38	2,004,874.40	39,248.63		
TREAS	15-Jan-27	4.1400	2,000,000.00	1,970,937.50		22,628.64	2,000,000.00	2,016,562.50	1,993,933.86	16,956.52		
TREAS	15-Sep-27	3.5100	2,000,000.00	1,970,937.50		(2,858.65)	2,000,000.00	1,989,843.76	1,992,702.41	2,983.43		
Subtotal			73,000,000	71,419,805	57,000,000	(9,000,000)	121,000,000	119,969,906	119,828,842	358,438		
Investment Class: Fair Value External Pool												
Texpool	5.2596	\$	14,100,139.93	\$	14,100,139.93	\$	14,100,139.93	\$	14,100,139.93	\$	11,080,918.46	\$
TexStar	5.2465		487,785.61		487,785.61		487,785.61		487,785.61		504,730.11	
Morgan Stanley	5.1467		11,489,497.15		11,489,497.15		11,489,497.15		11,489,497.15		11,640,802.93	
Texas CLASS	5.3903		130,290,209.88		130,290,209.88		130,290,209.88		130,290,209.88		132,067,656.80	
TexPool Prime	5.3942		112,898,254.73		112,898,254.73		112,898,254.73		112,898,254.73		102,302,883.02	
Subtotal			\$ 269,265,887.30		\$ 269,265,887.30		\$ 269,265,887.30		\$ 269,265,887.30		\$ 257,596,991.32	
Total Pool Investments			\$ 342,265,987.30		\$ 340,695,692.00		\$ 341,226,487.20		\$ 340,695,692.00		\$ 377,425,833.13	
												\$ 358,437.93