



BAYTOWN AREA  
WATER  
AUTHORITY  
(BAWA)

Q1 2024

QUARTERLY  
FINANCIAL REPORT  
Ending December  
31, 2023

# First Quarter Financial Report

Baytown Area Water Authority (BAWA) - Period Ending December 31, 2023

Q1 2024

BAYTOWN AREA WATER AUTHORITY (BAWA)  
Period Ending December 31, 2023

## Operating Fund

	Budget	CY Actual	Balance	%	PY Actual	CY to PY Change \$
<b>Revenues</b>						
Water Sales - Baytown	\$ 14,943,573	\$ 4,650,283	\$ 10,293,290	31%	\$ 3,784,498	\$ 865,786
Water Sales - Others	1,552,535	455,670	1,096,865	29%	392,556	63,114
Investment Interest	1,000	57,837	(56,837)	5784%	12,567	45,270
Transfer from BAWA CIPF	-	-	-	0%	-	-
Transfer from WWIS	100,000	25,000	75,000	25%	-	25,000
<b>Total Revenues</b>	<b>16,597,108</b>	<b>5,188,790</b>	<b>11,408,318</b>	<b>31%</b>	<b>4,189,620</b>	<b>999,170</b>
<b>Expenditures</b>						
Personnel Serv.	2,048,060	495,376	1,552,684	24%	447,685	47,691
Supplies	6,345,594	1,397,252	4,948,342	22%	572,318	824,934
Maintenance	389,850	154,234	235,616	40%	109,071	45,163
Services	1,154,658	104,420	1,050,238	9%	266,514	(162,094)
Capital Outlay	-	98,492	(98,492)	0%	40,198	58,294
Interfund Transfer	5,852,284	1,463,071	4,389,213	25%	337,500	1,125,571
Contingencies	250,000	-	250,000	0%	-	-
<b>Total Expenditures</b>	<b>16,040,446</b>	<b>3,712,845</b>	<b>12,327,601</b>	<b>23%</b>	<b>1,773,286</b>	<b>1,939,559</b>
Net Change	556,662	1,475,945			2,416,334	
Beg. Working Capital	3,678,383	9,466,729			5,147,004	
<b>Ending Working Capital</b>	<b>\$ 4,235,045</b>	<b>\$ 10,942,674</b>			<b>\$ 7,563,338</b>	



BAWA Budget Received  
\$16,597,108 / \$5,188,790  
**31%**



BAWA Budget Spent  
\$16,040,446 / \$3,712,845  
**23%**



## Capital Improvement Program

	Budget	CY Actual	Balance	%	PY Actual	CY to PY Change \$
<b>Revenues</b>						
Investment Interest	\$ 5,000	\$ -	\$ 5,000	0%	\$ 16,157	\$ (16,157)
Revenue from BAWA						
Operating Fund	1,368,290	342,073	1,026,217	25%	250,000	92,073
<b>Total Revenues</b>	<b>1,373,290</b>	<b>342,073</b>	<b>1,031,217</b>	<b>25%</b>	<b>266,157</b>	<b>75,916</b>
<b>Expenditures</b>						
BAWA CIP Projects	\$ 1,373,290	713,021	660,269	52%	3,523,762	(2,810,740)
Net Change	-	(370,949)			(3,257,605)	
Beg. Working Capital	784,998	1,973,183			4,564,995	
<b>Ending Working Capital</b>	<b>\$ 784,998</b>	<b>\$ 1,602,235</b>			<b>\$ 1,307,390</b>	

Investments (Book Value)		
Security Type	Balance	Earnings
Texpool	\$ 4,133,605	\$ 57,837

# INVESTMENT REPORT

## City of Baytown

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October 1 to December 31, 2023



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## Investment Management Team

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## Market Recap

The November bond market rally (the strongest since 1985) continued in December, driving the 12-month Treasury-bill yield to its lowest level since May. Whereas in November, the rally primarily resulted from an intangible shift in investor sentiment, December gains were fueled by encouraging progress on inflation and a growing sense that the Fed had not only completed its tightening campaign but would soon begin to cut rates.

There were plenty of economy releases to sift through in December, and although most of the data suggested growth was moderating in the final quarter of the year, the overriding theme was that inflation was retreating faster than expected. Fed officials had indicated all year that unemployment would have to rise, and GDP would have to weaken significantly in order to wrangle inflation down to their +2.0% target, but the idea that positive growth could coexist with lower prices became more of a reality as the year drew to a close.

The November CPI numbers were mostly on target. Falling prices at the gas pump contributed to a benign +0.1% rise in the overall number, while persistent housing costs pushed the core rate up +0.3% for the month. On a year-over basis, overall CPI retreated from +3.2% to +3.1%, while core CPI remained at +4.0%. But it was the second-tier inflation data that drew the attention of investors . . . and likely Fed officials. The November personal consumption expenditures (PCE) index fell -0.1% and core PCE rose just +0.1%, while the previous month's core reading was revised downward from +0.2% to +0.1%. On a year-over-year basis, the overall PCE price index was increasing at a +2.6% pace, and core PCE at a +3.2% rate. More importantly, over the last six months core PCE was up by just +1.9% on an annualized basis, indicating that the inflation measure preferred by Fed officials seemed to be on target through November. Adding to the positive inflation news was a downward revision to third quarter core PCE from +2.3% to +2.0%.

The FOMC meeting on December 21st turned out to be the most important news event of the month, (possibly the year). Fed officials, as expected, held the overnight target rate steady for the third straight meeting, while the updated dot plot (also no surprise) showed a lower funds rate at the end of next year. At the post-meeting press conference,

Chairman Jay Powell began his prepared comments by declaring inflation was still too high and added that the committee was proceeding carefully, which should have signaled a continuation of the Fed's patient, wait-and-see approach. In the Q&A that followed, Powell even mentioned that it was premature to declare victory on inflation, which hinted it was too early to dismiss the idea of rate hikes. But what the markets actually heard, loud and clear, was Powell's admission that the FOMC had discussed the timing of rate cuts. Until this point, rate cuts had not been mentioned at all by policymakers. In fact, the September dot plot had actually indicated one more 25 basis point hike this year, followed by two cuts in 2024. The December dot plot showed (just) three rates cuts next year. If sentiment wasn't so firmly established, investors might have recognized that the rally had already moved beyond Fed forecasts and sold off, but the buying frenzy just accelerated further. By the end of the December, the futures market had priced-in more than six rate cuts for next year, starting at the March FOMC meeting.

Whether Fed officials "proceed carefully" with just three cuts beginning in the second half of the year or follow the market's more aggressive lead, remains to be seen. The next move by committee members will most certainly be a rate cut, the questions are now *when will the rate cuts begin?* and *how low will the Fed go?*

## Investment Officers' Certification

This report is prepared for the City of Baytown (the "Entity") in accordance with Chapter 2256 of the Texas Public Funds Investment Act ("PFIA"). Section 2256.023(a) of the PFIA states that: "Not less than quarterly, the investment officer shall prepare and submit to the governing body of the entity a written report of the investment transactions for all funds covered by this chapter for the preceding reporting period." This report is signed by the Entity's investment officers and includes the disclosures required in the PFIA.

The investment portfolio complied with the PFIA and the Entity's approved Investment Policy and Strategy throughout the period. All investment transactions made in the portfolio during this period were made on behalf of the Entity and were made in full compliance with the PFIA and the approved Investment Policy.

### Investment Officers

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Teresa McKenzie  
*Director of Finance*

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Lianette Leon  
*Controller/Asst. Dir. of Finance*

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## Portfolio Overview

### Portfolio Summary

	Prior 30 Sep-23	Current 31 Dec-23
Par Value	254,512,207.41	228,121,138.92
Original Cost	253,116,344.52	227,179,513.53
Book Value	253,759,796.67	227,807,113.46
Market Value	252,881,252.71	227,329,675.32
Accrued Interest	447,415.90	404,352.78
Book Value Plus Accrued	254,207,212.57	228,211,466.24
Market Value Plus Accrued	253,328,668.61	227,734,028.10
Net Unrealized Gain/(Loss)	(878,543.96)	(477,438.14)

### Income Summary

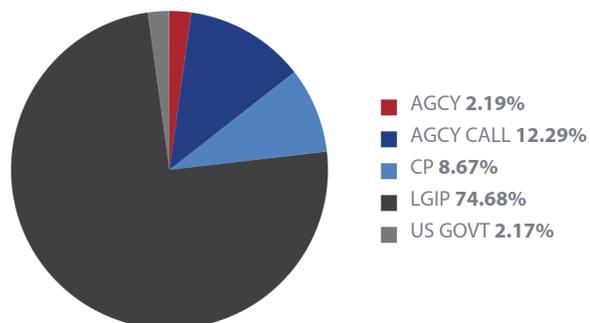
Current Period	1 Oct-23 to 31 Dec-23
Interest Income	2,538,868.76
Net Amortization/Accretion	438,385.28
Realized Gain/(Loss)	0.00
Net Income	2,977,254.04

Fiscal Year-to-Date	1 Oct-23 to 31 Dec-23
Net Income	2,977,254.04

### Portfolio Characteristics

	Prior 30 Sep-23	Current 31 Dec-23
Yield to Maturity	5.071%	5.176%
Yield to Worst	5.071%	5.176%
Days to Final Maturity	92	74
Days to Effective Maturity	91	74
Duration	0.68	0.76

### Asset Allocation

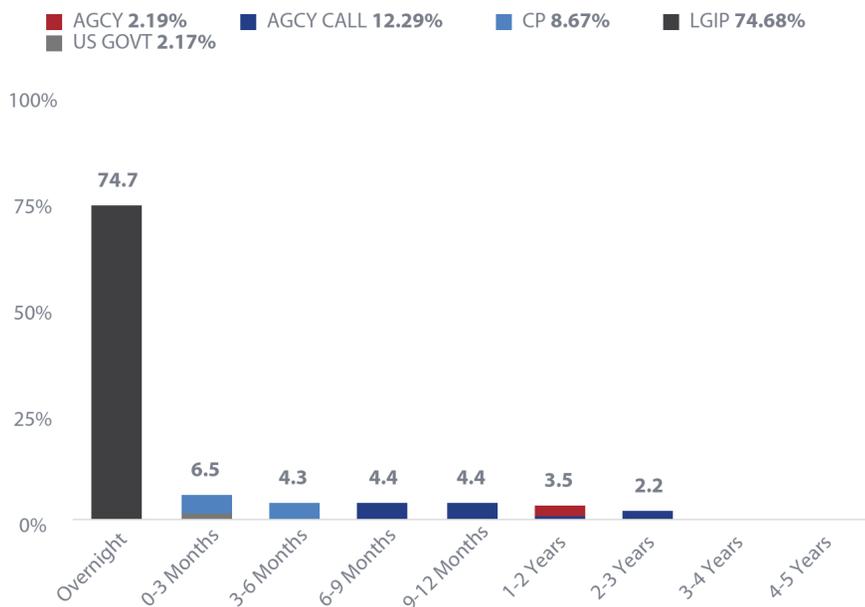


### Transaction Summary

Transaction Type	Quantity	Principal	Interest	Total Amount	Realized Gain/Loss
Maturity	(32,750,000.00)	32,750,000.00	0.00	32,750,000.00	0.00
Coupon	0.00	0.00	197,512.49	197,512.49	0.00

## Portfolio Overview

### Maturity Distribution by Security Type



### Top Ten Holdings

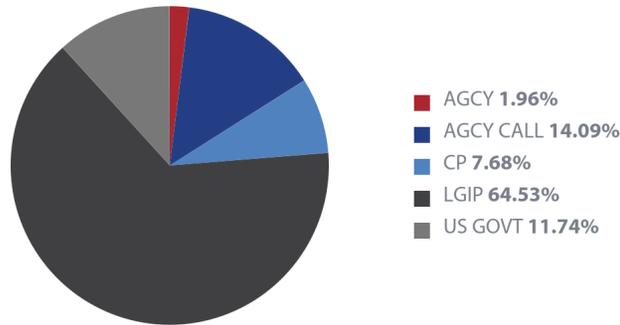
Issuer	Allocation
TEXPOOL	57.45%
TEXSTAR	17.23%
Federal Home Loan Mortgage Corporation	10.09%
Toyota Motor Credit Corporation	4.35%
Royal Bank of Canada	4.33%
Federal Farm Credit Banks Funding Corporation	2.19%
Federal Home Loan Banks	2.19%
United States Department of The Treasury	2.17%

### Maturity Distribution by Security Type

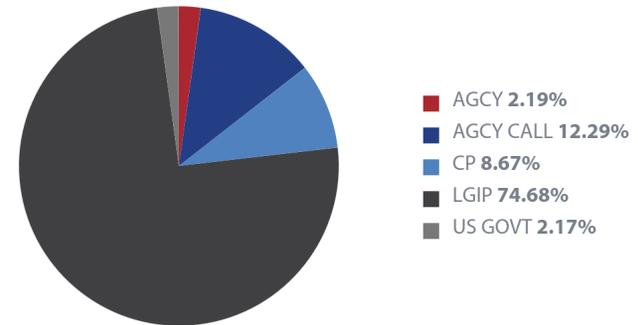
Security Type	Overnight	0-3 Months	3-6 Months	6-9 Months	9-12 Months	1-2 Years	2-3 Years	3-4 Years	4-5 Years	Portfolio Total
AGCY	--	--	--	--	--	4,982,658.75	--	--	--	4,982,658.75
AGCY CALL	--	--	--	10,000,000.00	10,000,000.00	2,994,986.35	5,000,000.00	--	--	27,994,986.35
CP	--	9,965,091.93	9,791,820.84	--	--	--	--	--	--	19,756,912.76
LGIP	170,121,138.92	--	--	--	--	--	--	--	--	170,121,138.92
US GOVT	--	4,951,416.67	--	--	--	--	--	--	--	4,951,416.67
<b>Total</b>	<b>170,121,138.92</b>	<b>14,916,508.60</b>	<b>9,791,820.84</b>	<b>10,000,000.00</b>	<b>10,000,000.00</b>	<b>7,977,645.10</b>	<b>5,000,000.00</b>	<b>--</b>	<b>--</b>	<b>227,807,113.46</b>

## Asset Allocation

Asset Allocation by Security Type as of  
30-Sep-2023



Asset Allocation by Security Type as of  
31-Dec-2023



## Book Value Basis Security Distribution

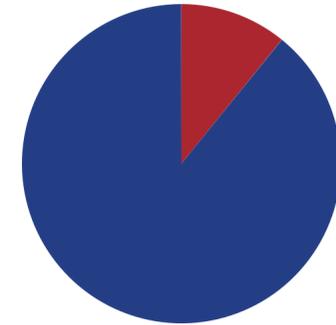
Security Type	Prior Balance 30-Sep-23	Prior Allocation 30-Sep-23	Change in Allocation	Current Balance 31-Dec-23	Current Allocation 31-Dec-23	Yield to Maturity
AGCY	4,979,891.75	1.96%	0.22%	4,982,658.75	2.19%	5.088%
AGCY CALL	35,744,104.56	14.09%	(1.80%)	27,994,986.35	12.29%	3.706%
CP	19,479,752.67	7.68%	1.00%	19,756,912.76	8.67%	5.617%
LGIP	163,762,207.41	64.53%	10.14%	170,121,138.92	74.68%	5.362%
US GOVT	29,793,840.28	11.74%	(9.57%)	4,951,416.67	2.17%	5.441%
<b>Portfolio Total</b>	<b>253,759,796.67</b>	<b>100.00%</b>		<b>227,807,113.46</b>	<b>100.00%</b>	<b>5.176%</b>

## Credit Rating Summary

### Rating Distribution

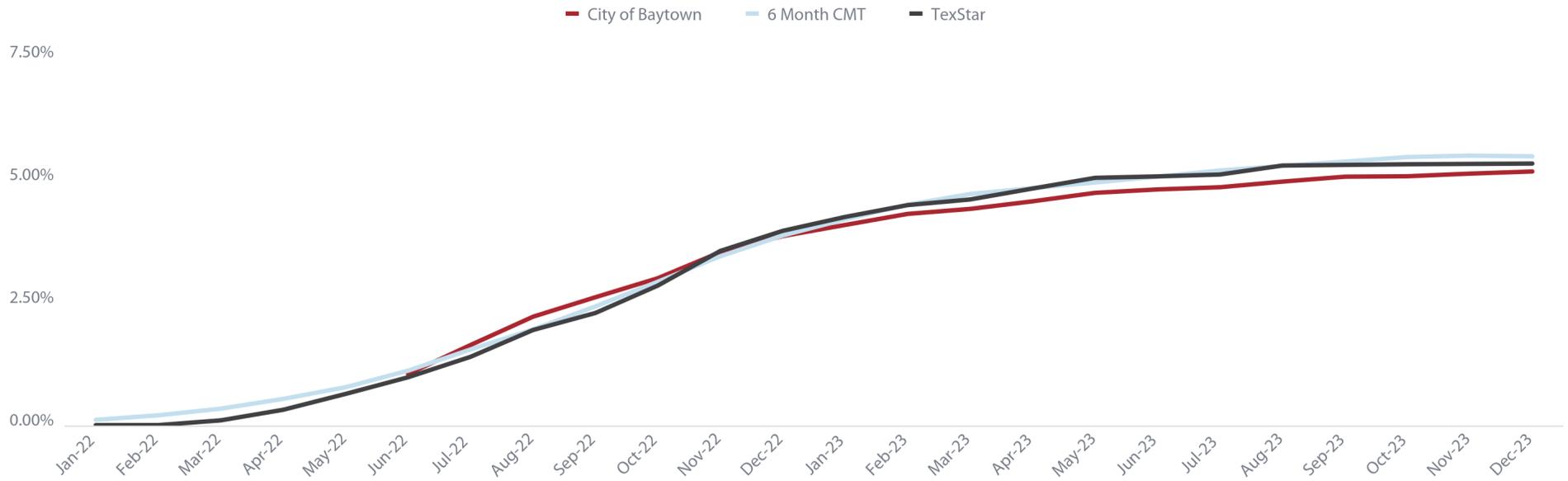
	Book Value	Portfolio Allocation
<b>Local Government Investment Pools &amp; Money Market Funds</b>		
AAA	170,121,138.92	74.68%
<b>Total Local Government Investment Pools &amp; Money Market Funds</b>	<b>170,121,138.92</b>	<b>74.68%</b>
<b>Short Term Rating Distribution</b>		
A-1+	24,708,329.43	10.85%
<b>Total Short Term Rating Distribution</b>	<b>24,708,329.43</b>	<b>10.85%</b>
<b>Long Term Rating Distribution</b>		
AAA	32,977,645.10	14.48%
<b>Total Long Term Rating Distribution</b>	<b>32,977,645.10</b>	<b>14.48%</b>
<b>Portfolio Total</b>	<b>227,807,113.46</b>	<b>100.00%</b>

### Allocation by Rating



■ A-1+ 10.85%      ■ AAA 89.15%

## Benchmark Comparison



## Yield Overview

	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23
<b>City of Baytown</b>	--	--	--	--	--	1.05	1.64	2.22	2.62	3.00	3.53	3.86	4.09	4.31	4.41	4.57	4.74	4.81	4.86	4.97	5.07	5.08	5.13	5.18
6 Month CMT	0.12	0.21	0.34	0.54	0.78	1.12	1.55	1.96	2.43	2.93	3.45	3.87	4.20	4.50	4.72	4.84	4.95	5.07	5.20	5.29	5.38	5.47	5.50	5.48
TexStar	0.01	0.01	0.11	0.32	0.65	0.98	1.40	1.95	2.29	2.85	3.56	3.97	4.25	4.49	4.61	4.83	5.05	5.08	5.11	5.30	5.31	5.32	5.33	5.34

## Fund Overview

Fund Name	Prior Book Value	Prior Market Value	Changes to Market Value	Current Book Value	Current Market Value	Net Income	Days to Final Mtg	YTM	YTW
1-General Fund	74,575,580.87	73,746,584.14	(11,743,034.46)	62,530,709.68	62,003,549.68	749,510.15	162	4.636%	4.636%
2-Special Taxing District	12,136,822.21	12,136,822.21	3,773,991.12	15,910,813.33	15,910,813.33	187,109.55	1	5.369%	5.369%
3-Baytown Area Water Authority	4,133,604.64	4,133,604.64	333,836.58	4,467,441.22	4,467,441.22	57,836.58	1	5.369%	5.369%
4-Public Safety Facility	21,957,890.06	21,949,928.41	(9,832,320.18)	12,120,830.99	12,117,608.23	162,940.93	10	5.323%	5.323%
5-Capital Improvement Program	27,261,144.96	27,260,774.09	(9,708,801.51)	17,551,972.58	17,551,972.58	290,827.62	1	5.369%	5.369%
6-Bond Funds (Liquid)	38,656,052.43	38,656,052.43	600,032.50	39,256,084.93	39,256,084.93	500,032.50	1	5.338%	5.338%
7-Bond Funds (Invested) Series 2022 CO	17,555,172.97	17,519,440.00	246,521.00	17,768,161.36	17,765,961.00	250,488.37	166	5.635%	5.635%
8-Water & Sewer	57,483,528.54	57,478,046.79	778,197.56	58,201,099.37	58,256,244.35	778,508.34	60	5.351%	5.351%
<b>Total</b>	<b>253,759,796.67</b>	<b>252,881,252.71</b>	<b>(25,551,577.39)</b>	<b>227,807,113.46</b>	<b>227,329,675.32</b>	<b>2,977,254.04</b>	<b>74</b>	<b>5.176%</b>	<b>5.176%</b>

## Detail of Security Holdings

CUSIP	Settle Date	Security Type	Security Description	CPN	Maturity Date	Next Call Date	Call Type	Par Value	Purch Price	Original Cost	Book Value	Mkt Price	Market Value	Days to Mty	Days to Call	YTM	YTW	Rating	
<b>1-General Fund</b>																			
TXPL-BT023		LGIP	TexPool-Concentration		12/31/23			8,388,898.86	100.000	8,388,898.86	8,388,898.86	100.000	8,388,898.86	1		5.369	5.369	AAA	
TXPL-BT043		LGIP	TexPool-Library Expendable Trust		12/31/23			10,684.02	100.000	10,684.02	10,684.02	100.000	10,684.02	1		5.369	5.369	AAA	
TXPL-BT055		LGIP	TexPool-Capital Replacement		12/31/23			10,736,290.33	100.000	10,736,290.33	10,736,290.33	100.000	10,736,290.33	1		5.369	5.369	AAA	
TXPL-BT056		LGIP	TexPool-Medical Benefits		12/31/23			13,799,827.48	100.000	13,799,827.48	13,799,827.48	100.000	13,799,827.48	1		5.369	5.369	AAA	
TXPL-BT057		LGIP	TexPool-WC Self-Insurance		12/31/23			4,595,008.99	100.000	4,595,008.99	4,595,008.99	100.000	4,595,008.99	1		5.369	5.369	AAA	
3134GXD68	07/26/22	AGCY CALL	FHLMC	4.000	07/26/24	02/26/24	Monthly	10,000,000.00	100.000	10,000,000.00	10,000,000.00	99.312	9,931,240.00	208	57	4.000	4.000	AAA	
3134GX2P8	09/30/22	AGCY CALL	FHLMC	4.125	09/30/24	03/30/24	Quarterly	10,000,000.00	100.000	10,000,000.00	10,000,000.00	99.256	9,925,550.00	274	90	4.125	4.125	AAA	
3133ENEM8	11/23/21	AGCY CALL	FFCB	1.430	11/23/26	01/28/24	Continuous	5,000,000.00	100.000	5,000,000.00	5,000,000.00	92.321	4,616,050.00	1,058	28	1.430	1.430	AAA	
<b>Total 1-General Fund</b>								<b>62,530,709.68</b>		<b>62,530,709.68</b>	<b>62,530,709.68</b>		<b>62,003,549.68</b>	<b>162</b>	<b>64</b>	<b>4.636</b>	<b>4.636</b>		
<b>2-Special Taxing District</b>																			
TXPL-BT002		LGIP	TexPool-Street Maintenance Sales Tax		12/31/23			7,680,060.70	100.000	7,680,060.70	7,680,060.70	100.000	7,680,060.70	1		5.369	5.369	AAA	
TXPL-BT015		LGIP	TexPool-Municipal Development Dist		12/31/23			2,826,720.11	100.000	2,826,720.11	2,826,720.11	100.000	2,826,720.11	1		5.369	5.369	AAA	
TXPL-BT047		LGIP	TexPool-Crime Control and Prevention Dist		12/31/23			2,572,197.07	100.000	2,572,197.07	2,572,197.07	100.000	2,572,197.07	1		5.369	5.369	AAA	
TXPL-BT048		LGIP	TexPool-Fire Control, Prevention & EMS Dist		12/31/23			2,831,835.45	100.000	2,831,835.45	2,831,835.45	100.000	2,831,835.45	1		5.369	5.369	AAA	
<b>Total 2-Special Taxing District</b>								<b>15,910,813.33</b>		<b>15,910,813.33</b>	<b>15,910,813.33</b>		<b>15,910,813.33</b>	<b>1</b>		<b>5.369</b>	<b>5.369</b>		
<b>3-Baytown Area Water Authority</b>																			
TXPL-BT001		LGIP	TexPool-BAWA Operating		12/31/23			4,467,441.22	100.000	4,467,441.22	4,467,441.22	100.000	4,467,441.22	1		5.369	5.369	AAA	
<b>Total 3-Baytown Area Water Authority</b>								<b>4,467,441.22</b>		<b>4,467,441.22</b>	<b>4,467,441.22</b>		<b>4,467,441.22</b>	<b>1</b>		<b>5.369</b>	<b>5.369</b>		

## Detail of Security Holdings

CUSIP	Settle Date	Security Type	Security Description	CPN	Maturity Date	Next Call Date	Call Type	Par Value	Purch Price	Original Cost	Book Value	Mkt Price	Market Value	Days to Mty	Days to Call	YTM	YTW	Rating	
<b>4-Public Safety Facility</b>																			
TXPL-BT051		LGIP	TexPool-Public Safety Facility		12/31/23			7,137,093.23	100.000	7,137,093.23	7,137,093.23	100.000	7,137,093.23	1		5.369	5.369	AAA	
78009AAQ7	05/03/23	CP	Royal Bank of Canada	0.000	01/24/24			5,000,000.00	96.238	4,811,923.61	4,983,737.76	99.610	4,980,515.00	24		5.257	5.257	A-1+	
<b>Total 4-Public Safety Facility</b>								<b>12,137,093.23</b>	<b>11,949,016.84</b>	<b>12,120,830.99</b>	<b>12,117,608.23</b>	<b>10</b>	<b>5.323</b>	<b>5.323</b>					
<b>5-Capital Improvement Program</b>																			
TXPL-BT046		LGIP	TexPool-Capital Improvement Prog		12/31/23			17,551,972.58	100.000	17,551,972.58	17,551,972.58	100.000	17,551,972.58	1		5.369	5.369	AAA	
<b>Total 5-Capital Improvement Program</b>								<b>17,551,972.58</b>	<b>17,551,972.58</b>	<b>17,551,972.58</b>	<b>17,551,972.58</b>	<b>1</b>	<b>5.369</b>	<b>5.369</b>					
<b>6-Bond Funds (Liquid)</b>																			
TXST-BT170		LGIP	TexSTAR-2017 CO Bonds		12/31/23			120,299.17	100.000	120,299.17	120,299.17	100.000	120,299.17	1		5.338	5.338	AAA	
TXST-BT180		LGIP	TexSTAR-2018 CO Bonds		12/31/23			0.26	100.000	0.26	0.26	100.000	0.26	1		5.338	5.338	AAA	
TXST-BT190		LGIP	TexSTAR-2019 CO Bonds		12/31/23			9,018,331.51	100.000	9,018,331.51	9,018,331.51	100.000	9,018,331.51	1		5.338	5.338	AAA	
TXST-BT191		LGIP	TexSTAR-2019A CO Bonds		12/31/23			44,630.73	100.000	44,630.73	44,630.73	100.000	44,630.73	1		5.338	5.338	AAA	
TXST-BT19X		LGIP	TexSTAR-2019 Water Supply Rev Bonds		12/31/23			0.25	100.000	0.25	0.25	100.000	0.25	1		5.338	5.338	AAA	
TXST-BT200		LGIP	TexSTAR-2020 CO Bonds		12/31/23			21,534,249.64	100.000	21,534,249.64	21,534,249.64	100.000	21,534,249.64	1		5.338	5.338	AAA	
TXST-BT220		LGIP	TexSTAR-2022 CO Bonds		12/31/23			8,538,573.37	100.000	8,538,573.37	8,538,573.37	100.000	8,538,573.37	1		5.338	5.338	AAA	
<b>Total 6-Bond Funds (Liquid)</b>								<b>39,256,084.93</b>	<b>39,256,084.93</b>	<b>39,256,084.93</b>	<b>39,256,084.93</b>	<b>1</b>	<b>5.338</b>	<b>5.338</b>					
<b>7-Bond Funds (Invested) Series 2022 CO</b>																			
89233GAS5	06/01/23	CP	Toyota Motor Credit Corp	0.000	01/26/24			5,000,000.00	96.435	4,821,745.83	4,981,354.17	99.578	4,978,915.00	26		5.543	5.543	A-1+	
89233GDC7	07/19/23	CP	Toyota Motor Credit Corp	0.000	04/12/24			5,000,000.00	95.816	4,790,811.11	4,920,383.33	98.425	4,921,250.00	103		5.824	5.824	A-1+	
78009AFE9	09/25/23	CP	Royal Bank of Canada	0.000	06/14/24			5,000,000.00	95.902	4,795,079.17	4,871,437.50	97.540	4,876,980.00	166		5.850	5.850	A-1+	

## Detail of Security Holdings

CUSIP	Settle Date	Security Type	Security Description	CPN	Maturity Date	Next Call Date	Call Type	Par Value	Purch Price	Original Cost	Book Value	Mkt Price	Market Value	Days to Mty	Days to Call	YTM	YTW	Rating	
3134GYSP8	05/19/23	AGCY CALL	FHLMC	5.000	05/16/25	02/16/24	Monthly	3,000,000.00	99.762	2,992,851.00	2,994,986.35	99.627	2,988,816.00	502	47	5.128	5.128	AAA	
<b>Total 7-Bond Funds (Invested) Series 2022 CO</b>								<b>18,000,000.00</b>		<b>17,400,487.11</b>	<b>17,768,161.36</b>		<b>17,765,961.00</b>	<b>166</b>	<b>47</b>	<b>5.635</b>	<b>5.635</b>		
<b>8-Water &amp; Sewer</b>																			
TEXPOOL		LGIP	TexPool		12/31/23			14,467,369.88	100.000	14,467,369.88	14,467,369.88	100.000	14,467,369.88	1		5.369	5.369	AAA	
TEXPOOL		LGIP	TexPool		12/31/23			12,198,547.58	100.000	12,198,547.58	12,198,547.58	100.000	12,198,547.58	1		5.369	5.369	AAA	
TEXPOOL		LGIP	TexPool		12/31/23			21,601,106.49	100.000	21,601,106.49	21,601,106.49	100.000	21,601,106.49	1		5.369	5.369	AAA	
912797GQ4	09/08/23	US GOVT	U.S. Treasury Bill	0.000	03/07/24			5,000,000.00	97.335	4,866,763.89	4,951,416.67	99.060	4,953,010.40	67		5.441	5.441	A-1+	
3130AWS92	09/08/23	AGCY	FHLB	4.875	09/12/25			5,000,000.00	99.584	4,979,200.00	4,982,658.75	100.724	5,036,210.00	621		5.088	5.088	AAA	
<b>Total 8-Water &amp; Sewer</b>								<b>58,267,023.95</b>		<b>58,112,987.84</b>	<b>58,201,099.37</b>		<b>58,256,244.35</b>	<b>60</b>		<b>5.351</b>	<b>5.351</b>		
<b>Grand Total</b>								<b>228,121,138.92</b>		<b>227,179,513.53</b>	<b>227,807,113.46</b>		<b>227,329,675.32</b>	<b>74</b>	<b>63</b>	<b>5.176</b>	<b>5.176</b>		

## Earned Income

CUSIP	Security Type	Security Description	Beginning Accrued	Interest Earned	Interest Rec'd/ Sold/Matured	Interest Purchased	Ending Accrued	Disc Accr/Prem Amort	Net Realized Gain/Loss	Net Income
<b>1-General Fund</b>										
3133ENAU4	AGCY CALL	FFCB	950.62	61.88	1,012.50	0.00	0.00	4.52	0.00	66.40
3130APMC6	AGCY CALL	FHLB	3,175.00	1,325.00	4,500.00	0.00	0.00	0.00	0.00	1,325.00
3130ASKE8	AGCY CALL	FHLB	42,625.00	39,875.00	82,500.00	0.00	0.00	0.00	0.00	39,875.00
TXPL-BT023	LGIP	TexPool-Concentration	0.00	96,560.31	96,560.31	0.00	0.00	0.00	0.00	96,560.31
TXPL-BT043	LGIP	TexPool-Library Expendable Trust	0.00	143.24	143.24	0.00	0.00	0.00	0.00	143.24
TXPL-BT055	LGIP	TexPool-Capital Replacement	0.00	143,933.81	143,933.81	0.00	0.00	0.00	0.00	143,933.81
TXPL-BT056	LGIP	TexPool-Medical Benefits	0.00	185,004.41	185,004.41	0.00	0.00	0.00	0.00	185,004.41
TXPL-BT057	LGIP	TexPool-WC Self-Insurance	0.00	61,601.98	61,601.98	0.00	0.00	0.00	0.00	61,601.98
3134GXD68	AGCY CALL	FHLMC	72,222.22	100,000.00	0.00	0.00	172,222.22	0.00	0.00	100,000.00
3134GX2P8	AGCY CALL	FHLMC	207,395.83	103,125.00	206,250.00	0.00	104,270.83	0.00	0.00	103,125.00
3133ENEM8	AGCY CALL	FFCB	25,422.22	17,875.00	35,750.00	0.00	7,547.22	0.00	0.00	17,875.00
<b>Total 1-General Fund</b>			<b>351,790.90</b>	<b>749,505.62</b>	<b>817,256.25</b>	<b>0.00</b>	<b>284,040.28</b>	<b>4.52</b>	<b>0.00</b>	<b>749,510.15</b>
<b>2-Special Taxing District</b>										
TXPL-BT002	LGIP	TexPool-Street Maintenance Sales Tax	0.00	94,509.36	94,509.36	0.00	0.00	0.00	0.00	94,509.36
TXPL-BT015	LGIP	TexPool-Municipal Development Dist	0.00	26,883.01	26,883.01	0.00	0.00	0.00	0.00	26,883.01
TXPL-BT047	LGIP	TexPool-Crime Control and Prevention Dist	0.00	31,162.49	31,162.49	0.00	0.00	0.00	0.00	31,162.49
TXPL-BT048	LGIP	TexPool-Fire Control, Prevention & EMS Dist	0.00	34,554.69	34,554.69	0.00	0.00	0.00	0.00	34,554.69
<b>Total 2-Special Taxing District</b>			<b>0.00</b>	<b>187,109.55</b>	<b>187,109.55</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>187,109.55</b>
<b>3-Baytown Area Water Authority</b>										
TXPL-BT001	LGIP	TexPool-BAWA Operating	0.00	57,836.58	57,836.58	0.00	0.00	0.00	0.00	57,836.58
<b>Total 3-Baytown Area Water Authority</b>			<b>0.00</b>	<b>57,836.58</b>	<b>57,836.58</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>57,836.58</b>
<b>4-Public Safety Facility</b>										
912797HB6	US GOVT	U.S. Treasury Bill	0.00	0.00	0.00	0.00	0.00	34,333.33	0.00	34,333.33

## Earned Income

CUSIP	Security Type	Security Description	Beginning Accrued	Interest Earned	Interest Rec'd/ Sold/Matured	Interest Purchased	Ending Accrued	Disc Accr/Prem Amort	Net Realized Gain/Loss	Net Income
TXPL-BT051	LGIP	TexPool-Public Safety Facility	0.00	63,558.62	63,558.62	0.00	0.00	0.00	0.00	63,558.62
78009AAQ7	CP	Royal Bank of Canada	0.00	0.00	0.00	0.00	0.00	65,048.98	0.00	65,048.98
<b>Total 4-Public Safety Facility</b>			<b>0.00</b>	<b>63,558.62</b>	<b>63,558.62</b>	<b>0.00</b>	<b>0.00</b>	<b>99,382.31</b>	<b>0.00</b>	<b>162,940.93</b>
<b>5-Capital Improvement Program</b>										
912797FJ1	US GOVT	U.S. Treasury Bill	0.00	0.00	0.00	0.00	0.00	55,520.83	0.00	55,520.83
TXPL-BT046	LGIP	TexPool-Capital Improvement Prog	0.00	235,306.79	235,306.79	0.00	0.00	0.00	0.00	235,306.79
<b>Total 5-Capital Improvement Program</b>			<b>0.00</b>	<b>235,306.79</b>	<b>235,306.79</b>	<b>0.00</b>	<b>0.00</b>	<b>55,520.83</b>	<b>0.00</b>	<b>290,827.62</b>
<b>6-Bond Funds (Liquid)</b>										
TXST-BT170	LGIP	TexSTAR-2017 CO Bonds	0.00	1,601.80	1,601.80	0.00	0.00	0.00	0.00	1,601.80
TXST-BT180	LGIP	TexSTAR-2018 CO Bonds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TXST-BT190	LGIP	TexSTAR-2019 CO Bonds	0.00	120,085.47	120,085.47	0.00	0.00	0.00	0.00	120,085.47
TXST-BT191	LGIP	TexSTAR-2019A CO Bonds	0.00	594.31	594.31	0.00	0.00	0.00	0.00	594.31
TXST-BT19X	LGIP	TexSTAR-2019 Water Supply Rev Bonds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TXST-BT200	LGIP	TexSTAR-2020 CO Bonds	0.00	261,228.38	261,228.38	0.00	0.00	0.00	0.00	261,228.38
TXST-BT220	LGIP	TexSTAR-2022 CO Bonds	0.00	116,522.54	116,522.54	0.00	0.00	0.00	0.00	116,522.54
<b>Total 6-Bond Funds (Liquid)</b>			<b>0.00</b>	<b>500,032.50</b>	<b>500,032.50</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>500,032.50</b>
<b>7-Bond Funds (Invested) Series 2022 CO</b>										
89233GAS5	CP	Toyota Motor Credit Corp	0.00	0.00	0.00	0.00	0.00	68,616.67	0.00	68,616.67
89233GDC7	CP	Toyota Motor Credit Corp	0.00	0.00	0.00	0.00	0.00	71,811.11	0.00	71,811.11
78009AFE9	CP	Royal Bank of Canada	0.00	0.00	0.00	0.00	0.00	71,683.33	0.00	71,683.33
3134GYSP8	AGCY CALL	FHLMC	55,000.00	37,499.99	73,749.99	0.00	18,750.00	877.27	0.00	38,377.26

## Earned Income

CUSIP	Security Type	Security Description	Beginning Accrued	Interest Earned	Interest Rec'd/Sold/Matured	Interest Purchased	Ending Accrued	Disc Accr/Prem Amort	Net Realized Gain/Loss	Net Income
<b>Total 7-Bond Funds (Invested) Series 2022 CO</b>			<b>55,000.00</b>	<b>37,499.99</b>	<b>73,749.99</b>	<b>0.00</b>	<b>18,750.00</b>	<b>212,988.38</b>	<b>0.00</b>	<b>250,488.37</b>
<b>8-Water &amp; Sewer</b>										
TEXPOOL	LGIP	TexPool	0.00	163,537.23	163,537.23	0.00	0.00	0.00	0.00	163,537.23
TEXPOOL	LGIP	TexPool	0.00	193,953.75	193,953.75	0.00	0.00	0.00	0.00	193,953.75
TEXPOOL	LGIP	TexPool	0.00	289,590.63	289,590.63	0.00	0.00	0.00	0.00	289,590.63
912797GQ4	US GOVT	U.S. Treasury Bill	0.00	0.00	0.00	0.00	0.00	67,722.22	0.00	67,722.22
3130AWS92	AGCY	FHLB	40,625.00	60,937.50	0.00	0.00	101,562.50	2,767.00	0.00	63,704.50
<b>Total 8-Water &amp; Sewer</b>			<b>40,625.00</b>	<b>708,019.11</b>	<b>647,081.61</b>	<b>0.00</b>	<b>101,562.50</b>	<b>70,489.23</b>	<b>0.00</b>	<b>778,508.34</b>
<b>Grand Total</b>			<b>447,415.90</b>	<b>2,538,868.76</b>	<b>2,581,931.89</b>	<b>0.00</b>	<b>404,352.78</b>	<b>438,385.28</b>	<b>0.00</b>	<b>2,977,254.04</b>

## Investment Transactions

CUSIP	Trade Date	Settle Date	Security Type	Security Description	Coupon	Maturity Date	Call Date	Par Value	Price	Principal Amount	Interest Purchased/Received	Total Amount	Realized Gain/Loss	YTM	YTW
<b>1-General Fund</b>															
<b>Coupon</b>															
3134GX2P8	09/30/23	09/30/23	AGCY CALL	FHLMC	4.125	09/30/24	12/30/23	0.00		0.00	0.00	0.00	0.00	--	--
3133ENAU4	10/12/23	10/12/23	AGCY CALL	FFCB	0.270	10/12/23		0.00		0.00	1,012.50	1,012.50	0.00	--	--
3133ENEM8	11/23/23	11/23/23	AGCY CALL	FFCB	1.430	11/23/26	01/01/24	0.00		0.00	35,750.00	35,750.00	0.00	--	--
3130APMC6	11/24/23	11/24/23	AGCY CALL	FHLB	0.450	11/24/23		0.00		0.00	4,500.00	4,500.00	0.00	--	--
3130ASKE8	12/28/23	12/28/23	AGCY CALL	FHLB	3.300	12/28/23		0.00		0.00	82,500.00	82,500.00	0.00	--	--
<b>Total Coupon</b>								<b>0.00</b>		<b>0.00</b>	<b>123,762.50</b>	<b>123,762.50</b>	<b>0.00</b>		
<b>Maturity</b>															
3133ENAU4	10/12/23	10/12/23	AGCY CALL	FFCB	0.270	10/12/23		(750,000.00)	100.000	750,000.00	0.00	750,000.00	0.00	--	--
3130APMC6	11/24/23	11/24/23	AGCY CALL	FHLB	0.450	11/24/23		(2,000,000.00)	100.000	2,000,000.00	0.00	2,000,000.00	0.00	--	--
3130ASKE8	12/28/23	12/28/23	AGCY CALL	FHLB	3.300	12/28/23		(5,000,000.00)	100.000	5,000,000.00	0.00	5,000,000.00	0.00	--	--
<b>Total Maturity</b>								<b>(7,750,000.00)</b>		<b>7,750,000.00</b>	<b>0.00</b>	<b>7,750,000.00</b>	<b>0.00</b>		
<b>4-Public Safety Facility</b>															
<b>Maturity</b>															
912797HB6	10/17/23	10/17/23	US GOVT	U.S. Treasury Bill	0.000	10/17/23		(15,000,000.00)	100.000	15,000,000.00	0.00	15,000,000.00	0.00	--	--
<b>Total Maturity</b>								<b>(15,000,000.00)</b>		<b>15,000,000.00</b>	<b>0.00</b>	<b>15,000,000.00</b>	<b>0.00</b>		
<b>5-Capital Improvement Program</b>															
<b>Maturity</b>															
912797FJ1	11/09/23	11/09/23	US GOVT	U.S. Treasury Bill	0.000	11/09/23		(10,000,000.00)	100.000	10,000,000.00	0.00	10,000,000.00	0.00	--	--
<b>Total Maturity</b>								<b>(10,000,000.00)</b>		<b>10,000,000.00</b>	<b>0.00</b>	<b>10,000,000.00</b>	<b>0.00</b>		
<b>7-Bond Funds (Invested) Series 2022 CO</b>															
<b>Coupon</b>															
3134GYSP8	11/16/23	11/16/23	AGCY CALL	FHLMC	5.000	05/16/25	01/16/24	0.00		0.00	73,749.99	73,749.99	0.00	--	--
<b>Total Coupon</b>								<b>0.00</b>		<b>0.00</b>	<b>73,749.99</b>	<b>73,749.99</b>	<b>0.00</b>		

## Investment Transactions Totals

Transaction Type	Quantity	Principal Amount	Interest	Total Amount	Realized G/L	YTM	YTW
Total Maturity	(32,750,000.00)	32,750,000.00	0.00	32,750,000.00	0.00	4.600	4.601
Total Coupon	0.00	0.00	197,512.49	197,512.49	0.00		

## Amortization and Accretion

CUSIP	Settle Date	Security Type	Security Description	Purchase Qty	Orig Price	Original Cost	Amort/Accr for Period	Total Amort/Accr Since Purch	Remaining Disc/Premium	Ending Book Value
<b>1-General Fund</b>										
3133ENAU4	10/12/21	AGCY CALL	FFCB	0.00	0.000	0.00	4.52	0.00	0.00	0.00
3134GXD68	07/26/22	AGCY CALL	FHLMC	10,000,000.00	100.000	10,000,000.00	0.00	0.00	0.00	10,000,000.00
3134GX2P8	09/30/22	AGCY CALL	FHLMC	10,000,000.00	100.000	10,000,000.00	0.00	0.00	0.00	10,000,000.00
3133ENEM8	11/23/21	AGCY CALL	FFCB	5,000,000.00	100.000	5,000,000.00	0.00	0.00	0.00	5,000,000.00
<b>Total 1-General Fund</b>				<b>25,000,000.00</b>		<b>25,000,000.00</b>	<b>4.52</b>	<b>0.00</b>	<b>0.00</b>	<b>25,000,000.00</b>
<b>4-Public Safety Facility</b>										
912797HB6	06/21/23	US GOVT	U.S. Treasury Bill	0.00	0.000	0.00	34,333.33	0.00	0.00	0.00
78009AAQ7	05/03/23	CP	Royal Bank of Canada	5,000,000.00	96.238	4,811,923.61	65,048.98	171,814.15	(16,262.24)	4,983,737.76
<b>Total 4-Public Safety Facility</b>				<b>5,000,000.00</b>		<b>4,811,923.61</b>	<b>99,382.31</b>	<b>171,814.15</b>	<b>(16,262.24)</b>	<b>4,983,737.76</b>
<b>5-Capital Improvement Program</b>										
912797FJ1	06/21/23	US GOVT	U.S. Treasury Bill	0.00	0.000	0.00	55,520.83	0.00	0.00	0.00
<b>Total 5-Capital Improvement Program</b>				<b>0.00</b>		<b>0.00</b>	<b>55,520.83</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>7-Bond Funds (Invested) Series 2022 CO</b>										
89233GAS5	06/01/23	CP	Toyota Motor Credit Corp	5,000,000.00	96.435	4,821,745.83	68,616.67	159,608.34	(18,645.83)	4,981,354.17
89233GDC7	07/19/23	CP	Toyota Motor Credit Corp	5,000,000.00	95.816	4,790,811.11	71,811.11	129,572.22	(79,616.67)	4,920,383.33
78009AFE9	09/25/23	CP	Royal Bank of Canada	5,000,000.00	95.902	4,795,079.17	71,683.33	76,358.33	(128,562.50)	4,871,437.50
3134GYSP8	05/19/23	AGCY CALL	FHLMC	3,000,000.00	99.762	2,992,851.00	877.27	2,135.35	(5,013.65)	2,994,986.35
<b>Total 7-Bond Funds (Invested) Series 2022 CO</b>				<b>18,000,000.00</b>		<b>17,400,487.11</b>	<b>212,988.38</b>	<b>367,674.25</b>	<b>(231,838.64)</b>	<b>17,768,161.36</b>
<b>8-Water &amp; Sewer</b>										
912797GQ4	09/08/23	US GOVT	U.S. Treasury Bill	5,000,000.00	97.335	4,866,763.89	67,722.22	84,652.78	(48,583.33)	4,951,416.67

## Amortization and Accretion

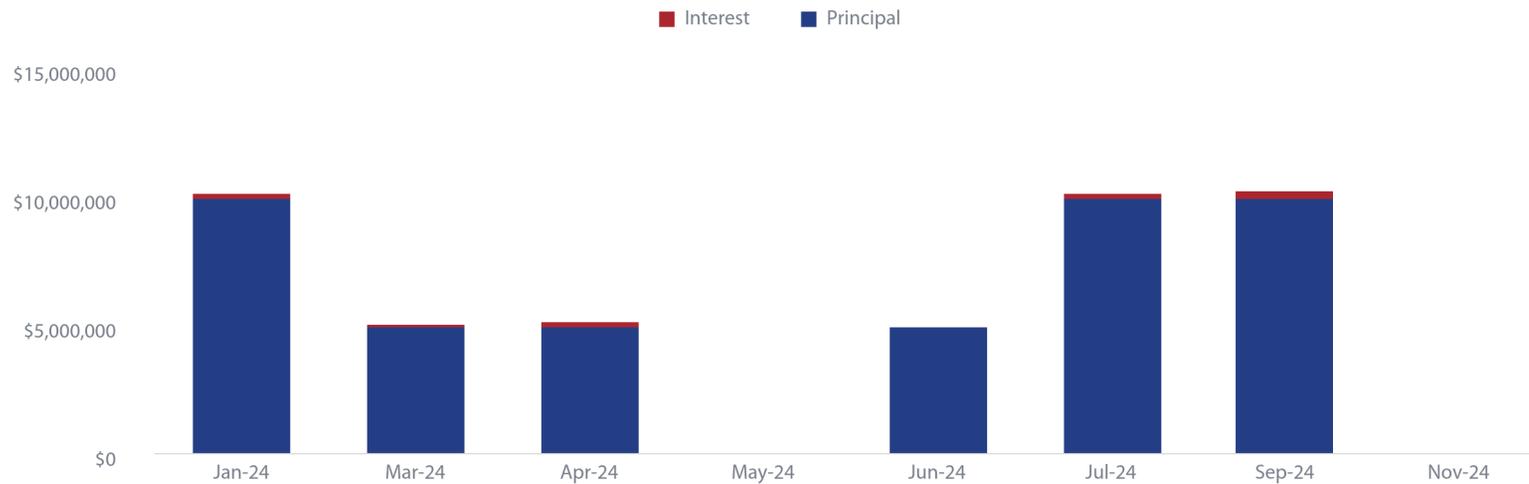
CUSIP	Settle Date	Security Type	Security Description	Purchase Qty	Orig Price	Original Cost	Amort/Accr for Period	Total Amort/Accr Since Purch	Remaining Disc/Premium	Ending Book Value
3130AWS92	09/08/23	AGCY	FHLB	5,000,000.00	99.584	4,979,200.00	2,767.00	3,458.75	(17,341.25)	4,982,658.75
<b>Total 8-Water &amp; Sewer</b>				<b>10,000,000.00</b>		<b>9,845,963.89</b>	<b>70,489.23</b>	<b>88,111.53</b>	<b>(65,924.58)</b>	<b>9,934,075.42</b>
<b>Grand Total</b>				<b>58,000,000.00</b>		<b>57,058,374.61</b>	<b>438,385.28</b>	<b>627,599.93</b>	<b>(314,025.46)</b>	<b>57,685,974.54</b>

## Projected Cash Flows

CUSIP	Security Description	Post Date	Interest	Principal	Total Amount
<b>1-General Fund</b>					
3134GXD68	FHLMC	01/26/24	200,000.00		200,000.00
3134GX2P8	FHLMC	04/01/24	206,250.00		206,250.00
3133ENEM8	FFCB	05/23/24	35,750.00		35,750.00
3134GXD68	FHLMC	07/26/24	200,000.00		200,000.00
3134GXD68	FHLMC	07/26/24		10,000,000.00	10,000,000.00
3134GX2P8	FHLMC	09/30/24	206,250.00		206,250.00
3134GX2P8	FHLMC	09/30/24		10,000,000.00	10,000,000.00
3133ENEM8	FFCB	11/25/24	35,750.00		35,750.00
<b>4-Public Safety Facility</b>					
78009AAQ7	Royal Bank of Canada	01/24/24		5,000,000.00	5,000,000.00
<b>7-Bond Funds (Invested) Series 2022 CO</b>					
89233GAS5	Toyota Motor Credit Corp	01/26/24		5,000,000.00	5,000,000.00
89233GDC7	Toyota Motor Credit Corp	04/12/24		5,000,000.00	5,000,000.00
3134GYSP8	FHLMC	05/16/24	75,000.00		75,000.00
78009AFE9	Royal Bank of Canada	06/14/24		5,000,000.00	5,000,000.00
3134GYSP8	FHLMC	11/18/24	75,000.00		75,000.00
<b>8-Water &amp; Sewer</b>					
912797GQ4	U.S. Treasury Bill	03/07/24		5,000,000.00	5,000,000.00
3130AWS92	FHLB	03/12/24	149,635.42		149,635.42
3130AWS92	FHLB	09/12/24	121,875.00		121,875.00
<b>Grand Total</b>			<b>1,305,510.42</b>	<b>45,000,000.00</b>	<b>46,305,510.42</b>

## Projected Cash Flows Totals

Month and Year	Interest	Principal	Total Amount
January 2024	200,000.00	10,000,000.00	10,200,000.00
March 2024	149,635.42	5,000,000.00	5,149,635.42
April 2024	206,250.00	5,000,000.00	5,206,250.00
May 2024	110,750.00		110,750.00
June 2024		5,000,000.00	5,000,000.00
July 2024	200,000.00	10,000,000.00	10,200,000.00
September 2024	328,125.00	10,000,000.00	10,328,125.00
November 2024	110,750.00		110,750.00
<b>Total</b>	<b>1,305,510.42</b>	<b>45,000,000.00</b>	<b>46,305,510.42</b>



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