



*Renee Warren*  
Wheeler County Treasurer

*Jenni Spence*  
HR Coordinator

## WHEELER COUNTY QUARTERLY INVESTMENT REPORT – PUBLIC FUNDS INVESTMENT ACT

FY 2021-2022  
PERIOD ENDING: 09/30/2022

This report is made in accordance with provisions of Government Code 2256, The Public Funds Investment Act, which requires quarterly reporting for county funds to the Commissioners' Court. The investments held in Wheeler County's portfolio comply with the Public Funds Investment Act and with the County's investment policy and strategies.

### Cash Availability

Cash balances are monitored by the investment officer on a daily basis.

### Summary

The total interest income earned per quarter for **FY 2021-2022** is as follows:

First Qtr.	\$ 6,028.63
Second Qtr.	\$ 9,491.59
Third Qtr.	\$ 25,011.18
Fourth Qtr.	\$ 60,322.90
<b>YTD Total</b>	<b>\$100,854.33</b>

RENEE WARREN  
WHEELER COUNTY TREASURER  
PUBLIC FUNDS INVESTMENT OFFICER

Date: October 24th, 2022

**\*141%↑ FROM PRIOR QUARTER**

**Q4 AND YEAR-END 2022 PFIA REPORT APPROVED THIS 24TH DAY OF OCTOBER, 2022 BY THE WHEELER COUNTY COMMISSIONERS' COURT:**

\_\_\_\_\_  
Honorable Carol Porton, Wheeler County Judge

\_\_\_\_\_  
Jackie Don May  
Precinct 1

\_\_\_\_\_  
Phillip Gaines, Commissioner  
Precinct 2

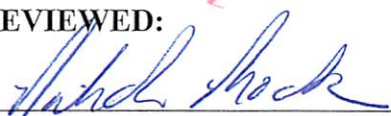
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David Simpson, Commissioner  
Precinct 3

\_\_\_\_\_  
John Walker, Commissioner  
Precinct 4

**ATTEST:**

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Margaret Dorman, Wheeler County Clerk  
Date: October 24th, 2022

**REVIEWED:**

  
\_\_\_\_\_  
Nichole Mock, Wheeler County Auditor  
Date: October 24<sup>th</sup>, 2022

**Q4 TOTALS:****YTD 2021-22 TOTALS**

INT INCOME CKG:	\$ 5,167.21	\$ 7,333.23
INT INCOME ICS:	\$ .00*	\$ 62.95
INT TEXPOOL:	\$ 3.57	\$ 4.73
INT TEXAS CLASS:	\$ 30,092.61	\$44,296.43
INT TEXSTAR:	\$ 3.43	\$ 4.67
INT TEXPRIME:	\$ 9,872.11	\$16,303.63
INT FINANCIAL NE	\$ 438.92 (Bond Interest)	\$ 1,344.72
INT LOGIC:	\$ 3,488.20	\$ 6,008.68
INT TX CLASS GOV	\$ 3.61	\$ 4.89
INT CDs HSB	\$ 11,253.24**	\$25,490.40
<b>TOTAL</b>	<b>\$ 60,322.90</b>	<b>\$100,854.33</b>

\*Sweep Account closed by HSB prior to conversion with Centennial Bank

\*\*Includes Accrued interest earned to date (09/30/2022)

**WHEELER COUNTY INVESTMENT PORTFOLIO:**  
**GOVERNMENT INVESTMENT POOLS, SECURITIES, AND CD**  
**ACCOUNT BALANCES AS OF 09/30/2022:**

TEXPOOL	\$ 717.23
TEXPOOL PRIME	\$1,381,413.74
TEXPOOL AMA AREA	\$ 0.00 (closed)
TEXAS CLASS	\$5,498,607.64
AMERICAN RESCUE PLAN (Subaccount)	\$ 649,230.36
TEXAS CLASS GOVERNMENT	\$ 845.71
TEXSTAR	\$ 725.62
FINANCIAL NORTHEASTERN CDs	\$ 754,000.00 (Principal only)
FINANCIAL NORTHEASTER MMF	\$ 1,892.28
LOGIC	\$ 632,596.37
CASH #3 INVESTMENT	\$ 916.35
HAPPY STATE BANK CD PRODUCTS	\$5,000,000.00 (Principal only)

**TOTAL:** **\$13,920,945.30**

SEE INVESTMENT ACCT RATES AND INVESTMENT NOTES ON PAGE 4

**\*\*Investment Accts Rates as of 09/30/2022 and Commercial CD Rates (See Notes below):**

	<u>09/30/2022</u>	<u>06/30/2022</u>
Texpool:	2.8465% (.028465)	1.3425% (.013425)
Texpool Prime:	3.1307% (.031307)	1.4853% (.014853)
TexStar:	2.7669% (.027669)	1.1651% (.011651)
Logic:	2.9690% (.029690)	1.5533% (.015533)
Texas Class:	3.1428% (.031428)	1.4774% (.014774)
Texas Class ARP:	3.1428% (.031428)	1.4774% (.014774)
Texas Class Govt:	2.4941% (.024941)	1.1663% (.011663)
FNC MMF:	1.6500% (.016500)	
HSB Checking:	.79% (.0079)	.84% (.0084)
FNC CD Brokered	1.25% (PenFed Cr Un maturing 1/31/25)	
FNC CD Brokered	.100% (John Marshall BK maturing 01/23)	
FNC CD Brokered	2.850% (Barclays Bank maturing 05/20/24)	
FNC CD Brokered	2.950% (Ally Bank maturing 05/20/24)	
HSB CDs x12	.45% (.0045) (\$250K each – maturing various mos. in 2024)	
HSB CDs	.22% (.0022) (\$1M maturing 11/22)	
HSB CD	.25% (.0025) (\$1M maturing 11/22)	

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**\*\*Investment Officer/Treasurer Notes:** Sept. 30, 2022 — In updated projections, the Federal Reserve signaled plans to lift rates by another 1.25 percentage points before the year is over, bringing the Federal Funds rate to 4.25-4.50 percent before close of 2022. Analysts predict with two more meetings left in calendar year 2022, the Fed is likely to raise rates another 75 bps in November followed by a 50 bps increase in December. Looking into next year, the Fed is signaling it may lift rates to 4.50-4.75 percent rate by next year, with some Fed officials seeing rates soar to 4.75-5.0 percent next year, which would be the highest rate since 2007. Future Fed rate moves depend on inflation and labor market data. The 10-year Treasury yield continues to trade below the two-year rate, resulting in a yield curve inversion, which has long been used as a Wall Street indicator to predict a recession on the horizon.

The US 10-year treasury yield (benchmark)<sup>1</sup> rose in Sept. 2022 (3.86% compared to 3.52% in August 2022). TexPool, TexPool Prime, TexStar, Logic, Texas Class and Texas Class Govt investment pools all saw increases to monthly yields.

All Investment Pool Accounts listed above are AAAM rated by Standard & Poor's, the highest rating a local government investment pool can achieve.

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<sup>1</sup> The primary Treasury debt contract that the market refers to when discussing how Treasuries are performing. The 10-year Treasury note is the current benchmark; as the benchmark, it is the most frequently used instrument for hedging purposes.

**INVESTMENT INCOME YEAR-BY-YEAR COMPARISON (SIX YEARS)**

	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19	FY 2019-20	FY2020-21	FY2021-22
YEARLY INTEREST INCOME	\$27,572.80	\$35,478.05	\$112,791.68	\$236,086.26	\$307,953.99	\$40,543.42	\$100,854.33
YEAR-OVER-YEAR % ↑	451%	29%	218%	109%	31%	↓ 87%	↑ 149%