



INVESTMENT REPORT

March 31, 2021

The Quarterly Investment Report for the City of Athens, Texas, for the quarter ended March 31, 2021 is hereby submitted.

The current depository bank for the City of Athens is Prosperity Bank. The City maintains 20 money market accounts and earns a rate determined by the bank (approximately .35%) and to offset banking expenses for all accounts based on daily balance requirements. Interest bearing checking accounts are now considered an investment under the Public Funds Investment Act and per the 2017 legislative changes. See PFIA Section 2256.009(a), “clarifying that interest-bearing bank accounts insured by FDIC or the National Credit Union Share Insurance Fund are authorized investments.” HB 1003 modified in June 2017.

The City received \$12,175,837.20 of bond proceeds in January 2017 for Series 2017 Certificates of Obligations and the monies were deposited into the Capital Improvement Fund in TexPool. On October 1, 2019 the City defeased \$5,394,871.59 of Series 2017 CO funds as approved by Council in September 2019. The General Fund Emergency Reserve, as designated by Council, is held in a TexPool account in addition to General Investment funds of the General and Utility Funds. The Cain Center Capital Improvement Fund and Utility Capital Improvement Fund are held in a TexPool account. Series 2020 Debt Service Reserve Fund established per the bond covenant and related construction account is held at TexPool. Series 2020A Debt Service Reserve Fund established per the bond covenant and related construction account is held at TexPool.

Average monthly TexPool interest rates for the quarter were 0.08%, 0.05%, 0.02% with average weighted average maturity at 37, 32, and 30 days. Total TexPool interest earned was \$1,046.84. TexPool’s liquid asset portfolio seeks to maintain a net asset value of \$1 per unit invested to preserve the principal of all pool participants.

Prosperity Bank earned a quarterly interest of \$7,284.16 for all accounts. The bank accounts are insured by a combination of FDIC insurance and pledged securities which are maintained at the HilltopBancSystems, a Division of Hilltop Securities with coverage at 102%.

This report is in compliance with the City of Athens’ Investment Policy and the Public Funds Investment Act.

Elizabeth Borstad
City Manager

Mandie Quigg
Investment Officer

Rachel Proctor
Investment Officer



City of Athens

Cash in the Bank and Investments at March 31, 2021

	Beginning Balance 01/01/2021	Jan-21			Feb-21			Mar-21			Ending Balance 03/31/2021
		Deposits	Withdrawals	Interest Earned	Deposits	Withdrawals	Interest Earned	Deposits	Withdrawals	Interest Earned	
PROSPERITY BANK											
General Fund											
General Fund #0061	2,691,261.73	1,856,003.83	851,115.70	957.86	2,856,380.51	3,006,948.57	1,080.52	2,571,892.36	1,764,294.77	1,181.15	4,353,179.39
Payroll Clearing #6471	22,707.32	577,913.51	536,144.22	18.60	580,792.14	588,665.11	22.64	890,959.96	719,213.28	26.05	228,350.32
Special Donations Fund #6551	191,305.74	56.64	7,445.71	56.64	2,860.45	-	49.49	55.40	434.78	55.40	186,397.74
Accounts Payable Fund #7011	448,267.13	1,089,684.46	1,129,064.68	93.86	2,614,235.78	2,414,464.64	305.90	1,730,869.90	1,571,412.86	130.21	768,115.09
AEDC Payroll Clearing #0861	-	-	-	-	-	-	-	-	-	-	-
Airport Fund											
Airport Operations Fund #0811	43,272.61	5,804.59	2,256.46	13.39	35,480.73	4,597.39	14.49	6,251.83	5,169.07	23.45	78,786.84
Airport Grants Fund #0926	0.19	-	-	-	-	-	-	-	-	-	0.19
Debt Service Fund											
Interest and Sinking Fund #6981	322,482.29	245,548.57	167,723.87	100.49	188,535.74	20,223.11	151.41	33,838.12	20,223.11	172.33	582,234.63
Special Revenue Funds											
Restricted Municipal Court Fees #0221	19,916.77	5.92	-	5.92	5.35	-	5.35	5.92	-	5.92	19,933.96
Municipal Court Building Security Fees #5951	-	-	-	-	-	-	-	-	-	-	-
Forfeited Cash-Local #0571	39,572.79	11.76	-	11.76	10.63	-	10.63	11.77	-	11.77	39,606.95
Forfeited Cash-Federal #6041	-	-	-	-	-	-	-	-	-	-	-
Hotel Motel Fund #7281	446,273.87	11,566.94	11,215.00	133.01	14,228.77	11,021.03	119.95	14,939.95	15,396.14	134.77	449,377.36
General Grants Fund #0491	180,051.24	53.10	14,700.00	53.10	597,208.49	-	84.49	14,929.94	-	229.94	777,542.77
Downtown Capital Projects Fund #6711	108.55	0.03	-	0.03	0.03	-	0.03	0.03	-	0.03	108.64
Sanitation Fund #5871	34,759.65	159,337.42	150,440.28	21.68	164,668.24	149,208.52	20.03	159,536.98	153,939.81	21.56	64,713.68
Cain Center Fund #5791	14,268.48	30.27	55.63	4.23	2,408.82	3,799.56	3.75	1,250,027.78	1,250,197.66	27.78	12,682.50
Utility Fund											
Utility Fund #6631	2,193,493.88	743,026.15	475,099.20	713.34	648,592.80	937,407.26	581.14	667,929.50	883,093.16	630.07	1,957,442.71
Utility Fund Grants #0651	6,050.00	-	-	-	-	6,050.00	-	-	-	-	-
2004 W/WW Certificates of Obligation #0141	-	-	-	-	-	-	-	-	-	-	-
Subtotal	\$ 6,653,792.24	\$ 4,689,043.19	\$ 3,345,260.75	\$ 2,183.91	\$ 7,705,408.48	\$ 7,142,385.19	\$ 2,449.82	\$ 7,341,249.44	\$ 6,383,374.64	\$ 2,650.43	\$ 9,518,472.77
TEXPOOL INVESTMENTS											
Cain Center Capital Improv Fund #0006	50,085.90	3.40	-	3.40	2,406.76	-	1.69	0.80	-	0.80	52,496.86
Series 2020 W/WW Revenue Bonds #0007	-	145,621.57	145,067.32	0.79	38,835.17	38,834.90	0.27	-	-	-	554.52
Series 2020 Debt Service Reserve #0008	88,946.96	5.98	-	5.98	2.95	-	2.95	1.45	-	1.45	88,957.34
Series 2020A Debt Service Reserve #0009	100,436.40	6.76	-	6.76	3.32	-	3.32	1.55	-	1.55	100,448.03
Series 2020A W/WW Revenue Bonds #0010	-	-	-	-	-	-	-	-	-	-	-
Utility Fund Operating Account #0001	1,500,932.87	101.03	-	101.03	49.62	-	49.62	23.89	-	23.89	1,501,107.41
Utility Capital Projects Fund Account #0011	1,335,329.10	89.88	-	89.88	44.13	-	44.13	21.24	-	21.24	1,335,484.35
Capital Improvement Fund #0002	2,002,675.26	133.21	28,858.05	133.21	63.30	122,252.34	63.30	28.85	266,878.19	28.85	1,584,912.04
General Fund Investments #0004	1,196,223.79	77.61	47,885.00	77.61	37.97	-	37.97	18.28	-	18.28	1,148,472.65
General Fund Emergency Reserve #0005	2,783,748.21	48,075.23	-	190.23	93.61	-	93.61	45.03	-	45.03	2,831,962.08
Subtotal	\$ 9,058,378.49	\$ 194,114.67	\$ 221,810.37	\$ 608.89	\$ 41,536.83	\$ 161,087.24	\$ 296.86	\$ 141.09	\$ 266,878.19	\$ 141.09	\$ 8,644,395.28
Totals	\$ 15,712,170.73	\$ 4,883,157.86	\$ 3,567,071.12	\$ 2,792.80	\$ 7,746,945.31	\$ 7,303,472.43	\$ 2,746.68	\$ 7,341,390.53	\$ 6,650,252.83	\$ 2,791.52	\$ 18,162,868.05
Quarterly Interest Earned on Prosperity	\$ 7,284.16	0.076527%									
Quarterly Interest Earned on TexPool	\$ 1,046.84	0.012110%									
Total Interest earned 01/01 - 03/31:	\$ 8,331.00										



PROSPERITY BANK[®]

April 1, 2021

City of Athens
508 E Tyler
Athens, TX 75751

RE: Balance Confirmation

Please accept the following as confirmation of total deposit balances.

\$9,518,472.77

Please let me know if you need any additional information.

Sincerely,

Prosperity Bank
Banking Officer
Accounting - Treasury

1301 N. Mechanic
P O Drawer G
El Campo, TX 77437

Pledge Security Listing

March 31, 2021

ID	CUSIP	Description	Safekeeping Location	Safekeeping Receipt	Coupon	Maturity Date	Call Date	Moody	S&P	Fitch	ASC 320	Face Amount	Current Par	Current Book Value	Market Value	Gain(Loss)
CITY OF ATHENS																
2493	31417ADJ5	FNMA #AB3704	FHLB		3.00	10/01/2021		AAA	AA+	AAA	HTM	1,707,164	9,877.77	9,881.94	9,900.92	18.98
2516	3138AXXQ9	FNMA #AJ6086	FHLB		3.00	12/01/2026		AAA	AA+	AAA	HTM	1,100,000	127,078.34	127,663.24	131,445.17	3,781.93
3296	3138EEBP3	FNMA #AK9045	FHLB		3.00	04/01/2027		AAA	AA+	AAA	HTM	3,500,000	449,296.37	452,870.06	465,420.43	12,550.36
3544	31417DRU9	FNMA #AB6798	FHLB		2.00	11/01/2027		AAA	AA+	AAA	HTM	2,002,414	451,027.77	454,112.49	458,612.83	4,500.34
3546	31410LKN1	FNMA #890501	FHLB		2.00	11/01/2027		AAA	AA+	AAA	HTM	2,250,000	505,719.00	509,271.95	514,163.87	4,891.91
3607	3138EKLX1	FNMA #AL3041	FHLB		2.00	02/01/2028		AAA	AA+	AAA	HTM	2,210,781	529,871.01	533,029.64	538,796.01	5,766.37
3997	3138WAR66	FNMA #AS1408	FHLB		3.00	01/01/2029		AAA	AA+	AAA	HTM	1,009,042	203,306.96	205,815.98	211,560.89	5,744.91
3999	3128MMRT2	FHLMC #G18497	FHLB		3.00	01/01/2029		AAA	AA+	AAA	HTM	1,000,000	224,935.34	227,192.38	234,235.07	7,042.69
4002	31418A6C7	FNMA #MA1766	FHLB		2.50	01/01/2024		AAA	AA+	AAA	HTM	1,700,000	153,412.44	154,165.27	155,381.57	1,216.30
4189	3128MEBZ3	FHLMC #G15256	FHLB		2.50	12/01/2029		AAA	AA+	AAA	HTM	776,235	203,300.42	205,406.92	209,576.66	4,169.75
4238	3128MMTJ2	FHLMC #G18552	FHLB		3.00	05/01/2030		AAA	AA+	AAA	HTM	1,500,000	439,825.23	450,421.60	459,720.61	9,299.01
4259	3138WFAL0	FNMA #AS5410	FHLB		2.50	07/01/2030		AAA	AA+	AAA	HTM	517,750	171,464.43	172,132.46	176,957.19	4,824.73
4895	3138WJKU1	FNMA #AS8406	FHLB		2.50	11/01/2031		AAA	AA+	AAA	HTM	1,760,000	833,462.43	835,562.18	870,968.24	35,406.06
5023	3140J9ZS3	FNMA #BM5252	FHLB		3.00	02/01/2038		AAA	AA+	AAA	HTM	550,000	300,792.49	297,340.59	309,623.26	12,282.67
5027	3140JAHL5	FNMA #BM5634	FHLB		4.00	03/01/2034		AAA	AA+	AAA	HTM	1,100,000	423,496.37	435,638.93	446,589.80	10,950.87
5474	3132D53T7	FR #SB8010	FHLB		2.50	10/01/2034		AAA	AA+	AAA	HTM	1,000,000	500,798.94	504,064.22	523,334.89	19,270.67
5513	3133JLMH9	FR #QU7560	FHLB		2.00	09/01/2050		AAA	AA+	AAA	HTM	1,000,000	950,985.67	972,687.30	941,475.81	(31,211.48)
5526	3132D56J6	FR #SB8073	FHLB		1.50	11/01/2035		AAA	AA+	AAA	HTM	2,100,000	2,002,217.22	2,048,451.54	2,004,719.99	(43,731.55)
5536	3133KYUY3	FR #RB5099	FHLB		1.50	02/01/2041		AAA	AA+	AAA	HTM	1,000,000	991,240.35	1,002,282.96	978,849.85	(23,433.11)
Total for CITY OF ATHENS												27,783,386	9,472,108.55	9,597,991.65	9,641,333.06	43,341.41

9,641,333.06	Collateral Market Value
250,000 +	FDIC

9,891,333.06 =	Total Collateral
9,518,472.77	
1.02 =	
1.02 ×	

9,708,842.23 =	Required Collateral
9,891,333.06	
9,708,842.23 -	

182,490.83 =	Excess Collateral



Summary Statement

TEXPOOL

Deposit Reports	Withdrawal Report Scheduler	Transfer Report Access	Multi Transaction Statements Help / Contact Us	Vendor Payment Inquiry Update Profile	Maintenance Change Location Logout
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TexPool Participant Services
 1001 Texas Ave, Ste 1150
 Houston, TX 77002

CITY OF ATHENS
ATTN MANDIE QUIGG
 500 E TYLER
 ATHENS TX 75751

Statement Period 03/01/2021 - 03/31/2021
Customer Services 1-866-TEX-POOL
Location

UTILITY FUND OPERATING ACCT -

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance	Average Balance
TexPool	\$1,501,083.52	\$0.00	\$0.00	\$23.89	\$1,501,107.41	\$1,501,084.29
Total Dollar Value	\$1,501,083.52	\$0.00	\$0.00	\$23.89	\$1,501,107.41	

CAPITAL IMPROVEMENT FUND -

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance	Average Balance
TexPool	\$1,851,761.38	\$0.00	-\$266,878.19	\$28.85	\$1,584,912.04	\$1,784,284.19
Total Dollar Value	\$1,851,761.38	\$0.00	-\$266,878.19	\$28.85	\$1,584,912.04	

GENERAL FUND INVESTMENTS -

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance	Average Balance
TexPool	\$1,148,454.37	\$0.00	\$0.00	\$18.28	\$1,148,472.65	\$1,148,454.96
Total Dollar Value	\$1,148,454.37	\$0.00	\$0.00	\$18.28	\$1,148,472.65	

GENERAL FUND EMERGENCY RESERVE -

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance	Average Balance
TexPool	\$2,831,917.05	\$0.00	\$0.00	\$45.03	\$2,831,962.08	\$2,831,918.50
Total Dollar Value	\$2,831,917.05	\$0.00	\$0.00	\$45.03	\$2,831,962.08	

CAIN CENTER CAPITAL IMPROV FUND -

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance	Average Balance
TexPool	\$52,496.06	\$0.00	\$0.00	\$0.80	\$52,496.86	\$52,496.09
Total Dollar Value	\$52,496.06	\$0.00	\$0.00	\$0.80	\$52,496.86	

SERIES 2020 W/WW REVENUE BONDS -

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance	Average Balance
TexPool	\$554.52	\$0.00	\$0.00	\$0.00	\$554.52	\$554.52
Total Dollar Value	\$554.52	\$0.00	\$0.00	\$0.00	\$554.52	

SERIES 2020 DEBT SERVICE RESERVE -

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance	Average Balance
TexPool	\$88,955.89	\$0.00	\$0.00	\$1.45	\$88,957.34	\$88,955.94
Total Dollar Value	\$88,955.89	\$0.00	\$0.00	\$1.45	\$88,957.34	

SERIES 2020A DS RESERVE PROJ 73885 -

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance	Average Balance
TexPool	\$100,446.48	\$0.00	\$0.00	\$1.55	\$100,448.03	\$100,446.53
Total Dollar Value	\$100,446.48	\$0.00	\$0.00	\$1.55	\$100,448.03	

UTILITY CAPITAL PROJECTS FUND -

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance	Average Balance
TexPool	\$1,335,463.11	\$0.00	\$0.00	\$21.24	\$1,335,484.35	\$1,335,463.80
Total Dollar Value	\$1,335,463.11	\$0.00	\$0.00	\$21.24	\$1,335,484.35	

Account Totals

Pool Name	Beginning Balance	Total Deposit	Total Withdrawal	Total Interest	Current Balance
TexPool	\$8,911,132.38	\$0.00	-\$266,878.19	\$141.09	\$8,644,395.28
Total Dollar Value	\$8,911,132.38	\$0.00	-\$266,878.19	\$141.09	\$8,644,395.28



Monthly Newsletter: February 2021

ANNOUNCEMENTS

We welcome the following entities who joined TexPool in January 2021:

TexPool

Cool Water MUD
Waco Tourism Public Improvement District Corporation

TexPool Prime

Travis County WCID 10
Waco Tourism Public Improvement District Corporation

Upcoming Events

Feb 15, 2021 - Feb 19, 2021,
TASBO Annual Conference
JW Marriott & Hilton, Austin

Feb 22, 2021 - Feb 23, 2021,
GTOT Winter Seminar
Virtual Conference

TexPool Advisory Board Members

David Garcia	Jerry Dale
Patrick Krishock	David Landeros
Belinda Weaver	Sharon Matthews
Deborah Lauder milk	Vivian Wood

Overseen by the State of Texas Comptroller of Public Accounts Glenn Hegar.

Operated under the supervision of the Texas Treasury Safekeeping Trust Company

Economic and Market Commentary: The rise of a rate

February 1, 2021

After years at the Federal Reserve, Treasury Secretary Janet Yellen will need time to get accustomed to being on the other side of the policy fence. But her comment about being open to a 50-year government bond shows she has already put on the new hat. In case you were wondering, the last time the federal government issued half-century bonds was to fund the Panama Canal. We congratulate her on being confirmed but hope she will spend more time exploring shorter-dated issuance. After, of course, she sends her signature to the Bureau of Engraving and Printing for new dollars.

Cash managers would like her to guide the Treasury Department to issue ample bills when funding the expected stimulus package to alleviate pressure on short-term yields. Her agenda also should include investigating a new security based on the Secured Overnight Financing Rate (SOFR).

Yes, SOFR is in the news again. New York Governor Andrew Cuomo emphasized it in his 2021 state budget by proposing provisions to ease the transition from the London interbank offered rate (Libor). Tom Wipf, Chair of the Alternative Reference Rates Committee, piggybacked on this to remind everyone that the extension of the mandate

(continued page 6)

Performance as of January 31, 2021

	TexPool	TexPool Prime
Current Invested Balance	\$28,137,015,628.67	\$9,937,125,408.60
Weighted Average Maturity**	36	53
Weighted Average Life**	92	63
Net Asset Value	1.00016	1.00005
Total Number of Participants	2,641	440
Management Fee on Invested Balance	0.0450%	0.0550%
Interest Distributed	\$1,772,759.26	\$949,259.88
Management Fee Collected	\$868,361.84	\$410,887.02
Standard & Poor's Current Rating	AAAm	AAAm
Month Averages		
Average Invested Balance	\$26,478,935,399.51	\$9,418,026,892.80
Average Monthly Rate*	0.08%	0.12%
Average Weighted Average Maturity**	37	47
Average Weighted Average Life**	95	58

*This average monthly rate for TexPool Prime for each date may reflect a waiver of some portion or all of each of the management fees.

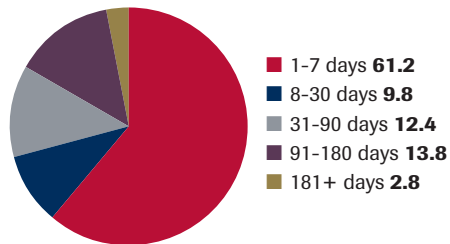
**See page 2 for definitions.

Past performance is no guarantee of future results.



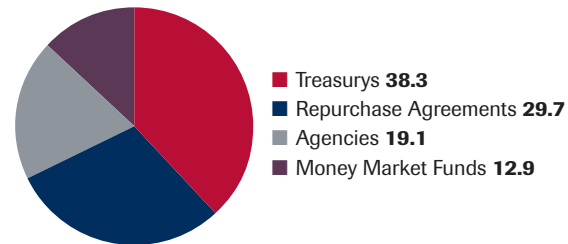
Portfolio by Maturity (%)

As of January 31, 2021



Portfolio by Type of Investment (%)

As of January 31, 2021



Portfolio Asset Summary as of January 31, 2021

	Book Value	Market Value
Uninvested Balance	-\$429.12	-\$429.12
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	10,773,126.44	10,773,126.44
Interest and Management Fees Payable	-1,772,770.16	-1,772,770.16
Payable for Investments Purchased	-256,227,476.65	-256,227,476.65
Accrued Expenses & Taxes	-211,160.18	-211,160.18
Repurchase Agreements	8,410,276,406.00	8,410,276,406.00
Mutual Fund Investments	3,671,074,000.00	3,671,074,000.00
Government Securities	5,382,848,866.76	5,386,257,478.20
U.S. Treasury Bills	8,671,233,689.93	8,671,703,945.15
U.S. Treasury Notes	2,249,021,375.65	2,249,567,115.88
Total	\$28,137,015,628.67	\$28,141,440,235.55

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investment Counseling and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool. The only source of payment to the Participants is the assets of TexPool. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

Participant Summary

	Number of Participants	Balance
School District	599	\$8,808,657,013.46
Higher Education	60	\$1,574,712,316.07
County	191	\$3,385,384,630.25
Healthcare	90	\$1,591,343,678.07
Utility District	839	\$3,375,515,503.44
City	482	\$7,186,803,809.68
Emergency Districts	97	\$241,145,744.55
Economic Development Districts	83	\$119,405,639.24
Other	200	\$1,853,879,993.97

**Definition of Weighted Average Maturity and Weighted Average Life

WAM is the mean average of the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid, (b) would be repaid upon a demand by TexPool, or (c) are scheduled to have their interest rate readjusted to reflect current market rates. Securities with adjustable rates payable upon demand are treated as maturing on the earlier of the two dates set forth in (b) and (c) if their scheduled maturity is 397 days or less; and the later of the two dates set forth in (b) and (c) if their scheduled maturity is more than 397 days. The mean is weighted based on the percentage of the amortized cost of the portfolio invested in each period.

WAL is calculated in the same manner as WAM, but is based solely on the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid or (b) would be repaid upon a demand by TexPool, without reference to when interest rates of securities within TexPool are scheduled to be readjusted.



Daily Summary

Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool Invested Balance	NAV	WAM Days	WAL Days
1/1	0.0845%	0.000002314	\$25,413,827,871.37	1.00018	37	101
1/2	0.0845%	0.000002314	\$25,413,827,871.37	1.00018	37	101
1/3	0.0845%	0.000002314	\$25,413,827,871.37	1.00018	37	101
1/4	0.0769%	0.000002108	\$25,905,544,174.98	1.00021	34	95
1/5	0.0873%	0.000002391	\$25,477,164,388.29	1.00017	35	97
1/6	0.0926%	0.000002538	\$25,487,511,066.22	1.00017	35	97
1/7	0.0931%	0.000002552	\$25,582,674,909.81	1.00017	37	98
1/8	0.0919%	0.000002518	\$25,657,292,881.35	1.00017	38	100
1/9	0.0919%	0.000002518	\$25,657,292,881.35	1.00017	38	100
1/10	0.0919%	0.000002518	\$25,657,292,881.35	1.00017	38	100
1/11	0.0863%	0.000002364	\$25,889,624,789.28	1.00016	36	97
1/12	0.0862%	0.000002363	\$26,080,225,757.26	1.00016	37	96
1/13	0.1132%	0.000003101	\$25,940,091,632.13	1.00016	37	96
1/14	0.0820%	0.000002247	\$26,043,970,267.60	1.00016	38	97
1/15	0.0829%	0.000002272	\$26,227,258,161.19	1.00016	38	97
1/16	0.0829%	0.000002272	\$26,227,258,161.19	1.00016	38	97
1/17	0.0829%	0.000002272	\$26,227,258,161.19	1.00016	38	97
1/18	0.0829%	0.000002272	\$26,227,258,161.19	1.00016	38	97
1/19	0.0864%	0.000002366	\$26,528,934,432.13	1.00016	36	94
1/20	0.0753%	0.000002063	\$26,640,247,104.48	1.00016	38	94
1/21	0.0678%	0.000001858	\$26,892,885,462.73	1.00016	37	93
1/22	0.0707%	0.000001937	\$27,015,320,205.21	1.00016	38	93
1/23	0.0707%	0.000001937	\$27,015,320,205.21	1.00016	38	93
1/24	0.0707%	0.000001937	\$27,015,320,205.21	1.00016	38	93
1/25	0.0752%	0.000002061	\$27,432,694,400.06	1.00016	35	89
1/26	0.0685%	0.000001876	\$27,549,551,946.19	1.00016	36	90
1/27	0.0628%	0.000001720	\$27,842,912,800.37	1.00017	35	92
1/28	0.0566%	0.000001551	\$27,973,561,848.72	1.00017	34	91
1/29	0.0579%	0.000001587	\$28,137,015,628.67	1.00016	36	92
1/30	0.0579%	0.000001587	\$28,137,015,628.67	1.00016	36	92
1/31	0.0579%	0.000001587	\$28,137,015,628.67	1.00016	36	92
Average:	0.0793%	0.000002171	\$26,478,935,399.51	1.00017	37	95



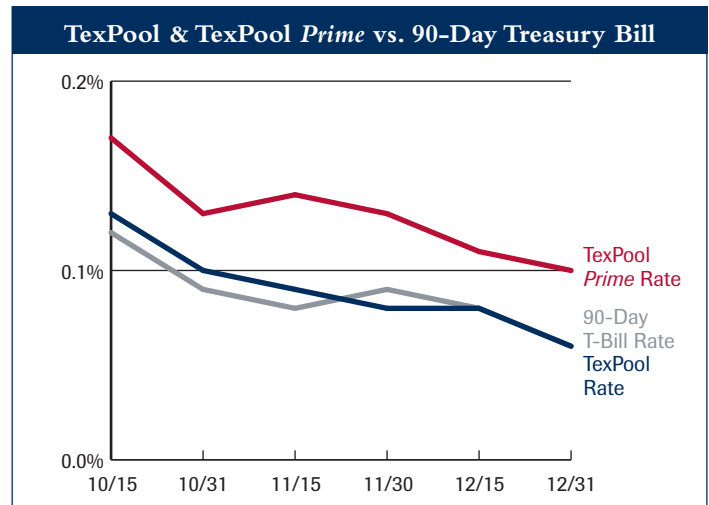
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doesn't change the urgency. Most participants in the money markets have cleared this hurdle already given our maturity restrictions for floating-rate securities.

One encouraging development is the launch of the Bloomberg Short-Term Bank Yield Index (BSBY). If it gains market acceptance, it could provide a term curve for prime funds in the way SOFR eventually will for government funds. No transactions have been priced off it yet, but that could come later in 2021.

The shift in the Senate to Democrats means fiscal support will be on the table all year, although politics is complicating the passing of the \$1.9 trillion aid package. A couple trillion is a massive amount but getting the economy in gear is the real prize. When the vaccine rollout gains critical mass and people are comfortable going out, we anticipate the recovery to resume its upward path from last summer. That likely will nudge inflation up in some pockets, such as live entertainment. The expected rise in prices won't be enough incentive for the Fed to raise rates anytime soon, as it reiterated in its January policy meeting. But it could advance the timeline to 2022 rather than 2023.

Treasury yields ended the month with 1-month at 0.06%, 3-month at 0.06%, 6-month at 0.08%, and 12-month at 0.09%. The London interbank offered rate (Libor) ended the month with 1-month at 0.12%, 3-month at 0.22%, 6-month at 0.24%



90-Day Treasury Bill is a short-term debt instrument backed by the national government. These are used to collect immediate cash to meet outstanding obligations.

Any private investor can invest in a Treasury bill. The 90-Day Treasury Bill is a weighted average rate of the weekly auctions of 90-Day Treasury Bills.

Past performance is no guarantee of future results.

and 12-month at 0.31%. The weighted average maturity (WAM) at month-end was 37 days for TexPool and 47 days for TexPool Prime.



Monthly Newsletter: March 2021

ANNOUNCEMENTS

We welcome the following entities who joined TexPool in February 2021:

TexPool

Williamson County ESD 12
Denton County Clerk

TexPool Prime

Denton County Clerk

Upcoming Events

April 19 2021 – April 22 2021
49th Annual County Treasurers Continuing Education Seminar

Embassy Suites San Marcos Hotel & Conference Center, San Marcos, Texas

June 14, 2021 – June 16, 2021,
TASBO Summer Solutions Conference

TexPool Advisory Board Members

David Garcia	Jerry Dale
Patrick Krishock	David Landeros
Belinda Weaver	Sharon Matthews
Deborah Lauder milk	Vivian Wood

Overseen by the State of Texas Comptroller of Public Accounts Glenn Hegar.

Operated under the supervision of the Texas Treasury Safekeeping Trust Company

Economic and Market Commentary: Worry list

March 1, 2021

Outdoor enthusiasts, chocolatiers and florists aside, most would like February to end even sooner than it does. Snow isn't quaint anymore and most of us are stir crazy. This year, it manifested in the financial world through handwringing over issues that can't immediately be resolved.

First is inflation. For several months, we have taken the contrarian position that an uptick is possible. Anyone who doubts the power of pent-up demand combined with cash in hand need only look at the blowout retail sales figure in January. But it is a matter of gradations. The recent cries that inflation will skyrocket are unfounded. Federal Reserve Chair Powell threw cold water on the concern in his testimony to Congress last week, reiterating that the economy is a long way from the Fed's employment and inflation goals. Our view is that a slow and steady rise in prices could lead the Fed to move its first hike to next year instead of 2023.

Another hot button is negative rates. The Bank of England yanked the issue into the spotlight again when it told U.K. banks they have six months to prepare their systems to handle them. British policymakers followed that by saying this new mandate didn't mean

(continued page 6)

Performance as of February 28, 2021

	TexPool	TexPool Prime
Current Invested Balance	\$28,297,139,111.08	\$10,410,303,522.01
Weighted Average Maturity**	32	50
Weighted Average Life**	88	59
Net Asset Value	1.00015	1.00007
Total Number of Participants	2,643	441
Management Fee on Invested Balance	0.0450%	0.0550%
Interest Distributed	\$957,753.86	\$783,002.84
Management Fee Collected	\$967,857.05	\$413,901.02
Standard & Poor's Current Rating	AAAm	AAAm
Month Averages		
Average Invested Balance	\$28,938,712,681.92	\$10,519,541,041.95
Average Monthly Rate*	0.05%	0.10%
Average Weighted Average Maturity**	32	52
Average Weighted Average Life**	86	61

*This average monthly rate for TexPool Prime for each date may reflect a waiver of some portion or all of each of the management fees.

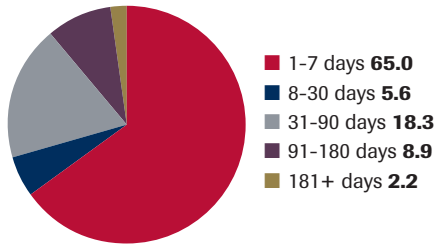
**See page 2 for definitions.

Past performance is no guarantee of future results.



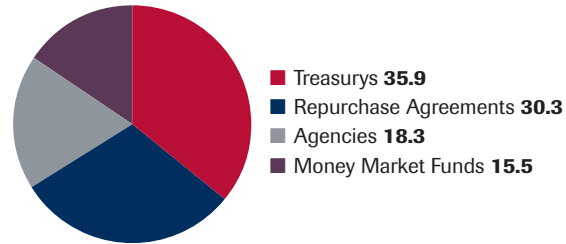
Portfolio by Maturity (%)

As of February 28, 2021



Portfolio by Type of Investment (%)

As of February 28, 2021



Portfolio Asset Summary as of February 28, 2021

	Book Value	Market Value
Uninvested Balance	\$191,566.06	\$191,566.06
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	9,995,835.26	9,995,835.26
Interest and Management Fees Payable	-957,719.14	-957,719.14
Payable for Investments Purchased	-149,977,687.50	-149,977,687.50
Accrued Expenses & Taxes	-131,655.82	-131,655.82
Repurchase Agreements	8,613,601,651.00	8,613,601,651.00
Mutual Fund Investments	4,395,074,000.00	4,395,074,000.00
Government Securities	5,179,241,714.36	5,182,438,724.78
U.S. Treasury Bills	8,550,643,019.71	8,551,194,797.95
U.S. Treasury Notes	1,699,458,387.15	1,699,919,591.30
Total	\$28,297,139,111.08	\$28,301,349,103.90

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investment Counseling and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool. The only source of payment to the Participants is the assets of TexPool. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

Participant Summary

	Number of Participants	Balance
School District	599	\$9,048,772,539.05
Higher Education	60	\$1,619,071,274.17
County	192	\$3,206,174,634.53
Healthcare	90	\$1,597,088,944.21
Utility District	839	\$3,393,610,911.43
City	482	\$7,198,787,543.49
Emergency Districts	98	\$265,704,444.13
Economic Development Districts	83	\$122,709,725.73
Other	200	\$1,845,184,304.58

**Definition of Weighted Average Maturity and Weighted Average Life

WAM is the mean average of the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid, (b) would be repaid upon a demand by TexPool, or (c) are scheduled to have their interest rate readjusted to reflect current market rates. Securities with adjustable rates payable upon demand are treated as maturing on the earlier of the two dates set forth in (b) and (c) if their scheduled maturity is 397 days or less; and the later of the two dates set forth in (b) and (c) if their scheduled maturity is more than 397 days. The mean is weighted based on the percentage of the amortized cost of the portfolio invested in each period.

WAL is calculated in the same manner as WAM, but is based solely on the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid or (b) would be repaid upon a demand by TexPool, without reference to when interest rates of securities within TexPool are scheduled to be readjusted.



Daily Summary

Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool Invested Balance	NAV	WAM Days	WAL Days
2/1	0.0626%	0.000001715	\$29,008,717,065.26	1.00016	34	88
2/2	0.0643%	0.000001761	\$28,915,959,073.77	1.00015	33	90
2/3	0.0692%	0.000001896	\$29,236,811,550.02	1.00016	33	89
2/4	0.0564%	0.000001546	\$29,501,451,358.54	1.00016	32	87
2/5	0.0444%	0.000001216	\$29,632,449,220.41	1.00017	33	88
2/6	0.0444%	0.000001216	\$29,632,449,220.41	1.00017	33	88
2/7	0.0444%	0.000001216	\$29,632,449,220.41	1.00017	33	88
2/8	0.0354%	0.000000970	\$29,653,939,573.25	1.00017	31	85
2/9	0.0433%	0.000001187	\$29,783,047,748.21	1.00016	31	85
2/10	0.0546%	0.000001497	\$29,759,246,749.93	1.00016	31	83
2/11	0.0543%	0.000001489	\$29,277,527,554.04	1.00015	31	85
2/12	0.0498%	0.000001365	\$28,715,982,025.79	1.00015	33	87
2/13	0.0498%	0.000001365	\$28,715,982,025.79	1.00015	33	87
2/14	0.0498%	0.000001365	\$28,715,982,025.79	1.00015	33	87
2/15	0.0498%	0.000001365	\$28,715,982,025.79	1.00015	33	87
2/16	0.0499%	0.000001367	\$28,583,541,766.15	1.00016	30	85
2/17	0.0536%	0.000001469	\$28,579,152,968.30	1.00015	30	84
2/18	0.0444%	0.000001217	\$28,671,743,881.47	1.00016	30	85
2/19	0.0358%	0.000000980	\$28,573,492,181.07	1.00016	31	85
2/20	0.0358%	0.000000980	\$28,573,492,181.07	1.00016	31	85
2/21	0.0358%	0.000000980	\$28,573,492,181.07	1.00016	31	85
2/22	0.0335%	0.000000918	\$28,623,745,996.58	1.00017	29	81
2/23	0.0332%	0.000000910	\$28,814,526,948.88	1.00016	29	82
2/24	0.0301%	0.000000825	\$28,948,634,356.31	1.00016	29	84
2/25	0.0322%	0.000000881	\$28,552,738,862.11	1.00016	30	85
2/26	0.0163%	0.000000447	\$28,297,139,111.08	1.00015	32	88
2/27	0.0163%	0.000000447	\$28,297,139,111.08	1.00015	32	88
2/28	0.0163%	0.000000447	\$28,297,139,111.08	1.00015	32	88
Average:	0.0431%	0.000001180	\$28,938,712,681.92	1.00016	32	86



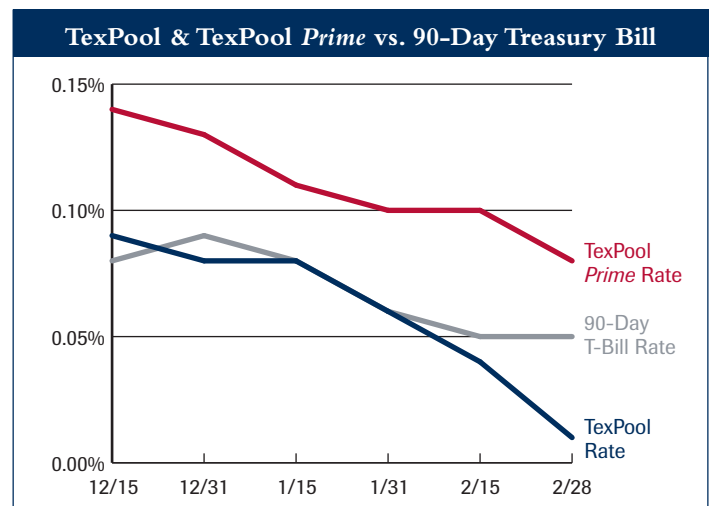
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Houston, TX 77002

they had decided to drop rates below zero. But by that point, the markets and press were already fretting. Fact is, the main central banks are no longer clandestine institutions. They want the markets to take them at face value. We believe the Fed when it says negative rates are not on the table. If policymakers change their mind, we will hear about it long before.

The hope is we will be reading about the completed passage of the next fiscal stimulus package soon. As it likely will be financed in part through additional supply of Treasury bills, we expect this to ease the supply strains at the front end of the yield curve.

February did see an actual development in the liquidity space. The new Bloomberg Short-Term Bank Yield Index (BSBY) is tracking the London interbank offered rate (Libor) and Secured Overnight Financing Rate (SOFR) well, and the volume of transactions it incorporates is growing. It is only a matter of time until a security based on it comes to market, and that should establish it as the appropriate index for the prime sector.

Treasury yields ended the month with 1-month at 0.04%, 3-month at 0.04%, 6-month at 0.06%, and 12-month at 0.08%. Libor ended the month with 1-month at 0.12%, 3-month at 0.19, 6-month at 0.20% and 12-month at 0.28%. The weighted average maturity (WAM) at month-end was 32 days for TexPool and 52 days for TexPool *Prime*.



90-Day Treasury Bill is a short-term debt instrument backed by the national government. These are used to collect immediate cash to meet outstanding obligations.

Any private investor can invest in a Treasury bill. The 90-Day Treasury Bill is a weighted average rate of the weekly auctions of 90-Day Treasury Bills.

Past performance is no guarantee of future results.



Monthly Newsletter: April 2021

ANNOUNCEMENTS

We welcome the following entities who joined TexPool in March 2021:

TexPool

City of Garland TX Zions Bancorporation NA aba
Amegy Bank as TTEE

TexPool Prime

No New Participants

Upcoming Events

April 19 2021 - April 22 2021
49th Annual County Treasurers Continuing Education Seminar
Embassy Suites San Marcos Hotel & Conference Center, San Marcos, Texas

June 14, 2021 - June 16, 2021,
TASBO Summer Solutions Conference
Round Rock

June 17, 2021 - June 19, 2021
AWBD Annual Conference
Henry B. Gonzalez Convention Center San Antonio, Texas

TexPool Advisory Board Members

David Garcia	Jerry Dale
Patrick Krishock	David Landeros
Belinda Weaver	Sharon Matthews
Deborah Lauder milk	Vivian Wood

Overseen by the State of Texas Comptroller of Public Accounts Glenn Hegar.

Operated under the supervision of the Texas Treasury Safekeeping Trust Company

Economic and Market Commentary: Questions, questions

April 1, 2021

With concern about inflation on many minds, Federal Reserve officials took countless questions last month about when they will scale back accommodative policy. To Chair Jerome Powell, it probably sounded like kids in the back seat of a car on a trip—“Are we there yet?”—to which he had to repeat, “Not yet!”

Policymakers do not think that the backup in long rates means inflation is even on the tarmac, let alone ready to take off. In testimony on Capitol Hill, Chair Powell said the surge in the 10-year Treasury yield had more to do with the progress of vaccinations and expectations of growth. The Fed is not going to change policy for “some time,” the same indefinite period in which it will let core inflation exceed 2%. Projections from the March Federal Open Market Committee meeting showed a slight shift earlier to a 2022 timeframe, but that’s it. The news from the meeting that disappointed cash managers was that the committee didn’t lift its rates on overnight lending.

The rise in the 10-year yield so dominated the financial press, you’d think the \$1.9 trillion American Rescue Plan didn’t pass. So far, most of the dispersed dollars have gone to personal stimulus checks, but the Plan provides substantial direct aid

(continued page 6)

Performance as of March 31, 2021

	TexPool	TexPool Prime
Current Invested Balance	\$26,406,501,473.55	\$9,633,215,680.86
Weighted Average Maturity**	29	51
Weighted Average Life**	89	59
Net Asset Value	1.00017	1.00008
Total Number of Participants	2,644	441
Management Fee on Invested Balance	0.0450%	0.0550%
Interest Distributed	\$436,469.97	\$784,187.10
Management Fee Collected	\$1,042,733.57	\$438,380.91
Standard & Poor’s Current Rating	AAAm	AAAm
Month Averages		
Average Invested Balance	\$27,359,749,358.29	\$10,092,786,950.20
Average Monthly Rate*	0.02%	0.09%
Average Weighted Average Maturity**	30	52
Average Weighted Average Life**	87	60

*This average monthly rate for TexPool Prime for each date may reflect a waiver of some portion or all of each of the management fees.

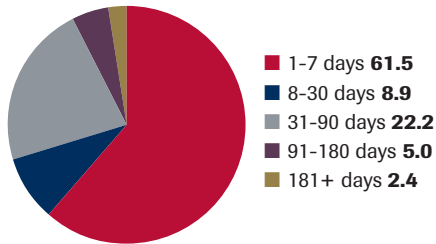
**See page 2 for definitions.

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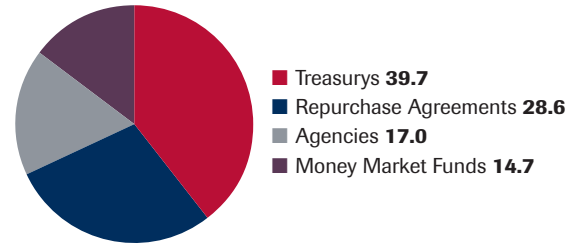
Portfolio by Maturity (%)

As of March 31, 2021



Portfolio by Type of Investment (%)

As of March 31, 2021



Portfolio Asset Summary as of March 31, 2021

	Book Value	Market Value
Uninvested Balance	-\$1,141,021.34	-\$1,141,021.34
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	9,910,977.64	9,910,977.64
Interest and Management Fees Payable	-436,565.37	-436,565.37
Payable for Investments Purchased	0.00	0.00
Accrued Expenses & Taxes	-32,555.96	-32,555.96
Repurchase Agreements	7,544,780,725.00	7,544,780,725.00
Mutual Fund Investments	3,889,074,000.00	3,889,074,000.00
Government Securities	4,438,301,198.68	4,441,564,910.24
U.S. Treasury Bills	8,909,440,562.13	8,910,133,904.28
U.S. Treasury Notes	1,616,604,152.77	1,617,047,752.90
Total	\$26,406,501,473.55	\$26,410,902,127.39

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investment Counseling and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool. The only source of payment to the Participants is the assets of TexPool. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

Participant Summary

	Number of Participants	Balance
School District	599	\$8,220,772,532.58
Higher Education	60	\$1,467,956,260.91
County	192	\$2,886,689,250.25
Healthcare	90	\$1,539,207,200.22
Utility District	839	\$3,521,210,636.27
City	483	\$6,549,042,581.46
Emergency Districts	200	\$1,824,000,624.30
Economic Development Districts	98	\$276,396,098.46
Other	83	\$121,203,533.11

**Definition of Weighted Average Maturity and Weighted Average Life

WAM is the mean average of the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid, (b) would be repaid upon a demand by TexPool, or (c) are scheduled to have their interest rate readjusted to reflect current market rates. Securities with adjustable rates payable upon demand are treated as maturing on the earlier of the two dates set forth in (b) and (c) if their scheduled maturity is 397 days or less; and the later of the two dates set forth in (b) and (c) if their scheduled maturity is more than 397 days. The mean is weighted based on the percentage of the amortized cost of the portfolio invested in each period.

WAL is calculated in the same manner as WAM, but is based solely on the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid or (b) would be repaid upon a demand by TexPool, without reference to when interest rates of securities within TexPool are scheduled to be readjusted.



Daily Summary

Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool Invested Balance	NAV	WAM Days	WAL Days
3/1	0.0215%	0.000000590	\$28,092,155,031.74	1.00016	31	86
3/2	0.0272%	0.000000746	\$28,250,493,484.81	1.00015	30	86
3/3	0.0334%	0.000000914	\$28,248,180,030.65	1.00015	30	85
3/4	0.0267%	0.000000732	\$27,998,633,565.94	1.00015	30	87
3/5	0.0235%	0.000000644	\$27,797,618,456.55	1.00015	31	87
3/6	0.0235%	0.000000644	\$27,797,618,456.55	1.00015	31	87
3/7	0.0235%	0.000000644	\$27,797,618,456.55	1.00015	31	87
3/8	0.0221%	0.000000605	\$27,751,452,154.65	1.00014	31	86
3/9	0.0225%	0.000000617	\$27,713,953,802.81	1.00015	30	85
3/10	0.0215%	0.000000588	\$27,540,754,317.90	1.00015	30	85
3/11	0.0203%	0.000000557	\$27,490,686,031.48	1.00015	30	87
3/12	0.0189%	0.000000517	\$27,590,755,793.46	1.00015	31	87
3/13	0.0189%	0.000000517	\$27,590,755,793.46	1.00015	31	87
3/14	0.0189%	0.000000517	\$27,590,755,793.46	1.00015	31	87
3/15	0.0166%	0.000000455	\$27,495,385,138.68	1.00016	29	85
3/16	0.0159%	0.000000435	\$27,526,650,319.00	1.00016	29	84
3/17	0.0158%	0.000000432	\$27,455,153,528.08	1.00017	28	84
3/18	0.0154%	0.000000423	\$27,446,333,063.04	1.00017	28	85
3/19	0.0143%	0.000000391	\$27,282,597,200.11	1.00017	29	86
3/20	0.0143%	0.000000391	\$27,282,597,200.11	1.00017	29	86
3/21	0.0143%	0.000000391	\$27,282,597,200.11	1.00017	29	86
3/22	0.0144%	0.000000395	\$27,222,669,301.11	1.00017	30	86
3/23	0.0144%	0.000000395	\$27,012,052,921.87	1.00017	30	86
3/24	0.0147%	0.000000402	\$26,885,616,678.14	1.00017	29	86
3/25	0.0150%	0.000000410	\$26,737,218,824.94	1.00017	31	91
3/26	0.0154%	0.000000423	\$26,623,855,939.60	1.00017	32	92
3/27	0.0154%	0.000000423	\$26,623,855,939.60	1.00017	32	92
3/28	0.0154%	0.000000423	\$26,623,855,939.60	1.00017	32	92
3/29	0.0155%	0.000000424	\$26,534,845,547.69	1.00017	29	90
3/30	0.0158%	0.000000432	\$26,459,012,721.89	1.00017	29	89
3/31	0.0157%	0.000000429	\$26,406,501,473.55	1.00017	29	89
Average:	0.0187%	0.000000513	\$27,359,749,358.29	1.00016	30	87

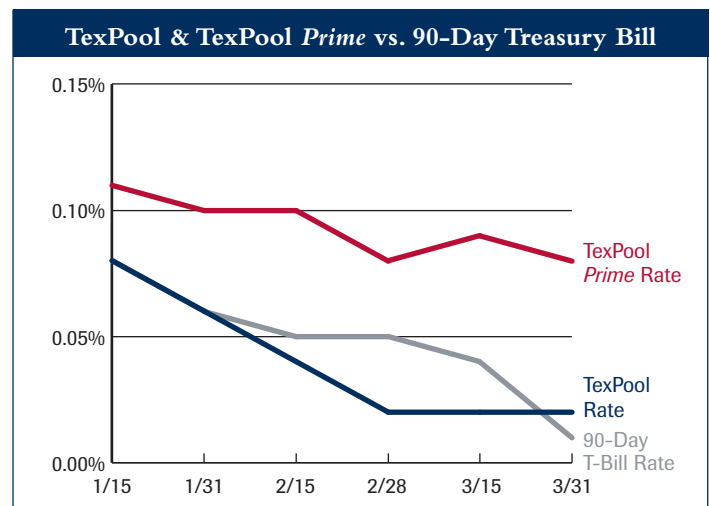


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to state and local governments. We still expect that the U.S. Treasury will have to issue enough bills when funding it to reduce pressures on short rates somewhat. But the wild card from a supply perspective is that the Fed let the temporary exemption of the Supplementary Leverage Ratio (SLR) expire. Part of the regulations that emerged from the global financial crisis, the SLR essentially forces the biggest U.S. banks to hold more reserves to better counter market disruptions. But the rule hurt liquidity during the depth of the pandemic crisis and the Fed suspended it, allowing banks to exclude Treasuries when calculating the ratio.

It will be intriguing how this development plays out. Banks are going to have to hold more capital if they keep their balance sheets the same (though most top banks already have excess capital, so it likely would be marginal). Will they sell securities? Will they reduce their bids in Treasury auctions? Both actions could increase supply in the market. Or will they downsize their total balance sheets and begin shedding excess deposits in the process? The former could increase supply and potentially lift rates slightly. The latter is less clear, but certainly could lead to the opposite if capital flows into the money markets. There are plenty of variables, and things will get interesting.

Treasury yields ended the quarter with 1-month at 0.01%, 3-month at 0.02%, 6-month at 0.04%, and 12-month at 0.07%. The London interbank offered rate (Libor) ended the quarter



90-Day Treasury Bill is a short-term debt instrument backed by the national government. These are used to collect immediate cash to meet outstanding obligations.

Any private investor can invest in a Treasury bill. The 90-Day Treasury Bill is a weighted average rate of the weekly auctions of 90-Day Treasury Bills.

Past performance is no guarantee of future results.

with 1-month at 0.11%, 3-month at 0.19%, 6-month at 0.21% and 12-month at 0.28%. The weighted average maturity (WAM) at month-end was 30 days for TexPool and 52 days for TexPool Prime.