



Weatherford City Council

AGENDA REPORT

Meeting Date: October 28, 2025

Staff Contact: Dawn Brooks, Assistant City
Manager/CFO

Item Number: 2025-546-AR

Phone: 817-598-4130

SUBJECT: Consider acceptance of the FY25 4th Quarter Investment Report for fiscal year ended September 30, 2025.

BACKGROUND/DISCUSSION

As required by the Public Funds Investment Act, a quarterly investment report must be accepted by the governing body. This report provides a brief overview of the compliance and performance of the City's cash and investments. Chapter 2256 of the Texas Government Code outlines the primary investment objectives for public funds: safety, liquidity, diversification, and yield, in that order. Despite yield being the fourth priority, we aim to maximize it while ensuring safety and liquidity. We competitively bid our investments and maintain internal controls to safeguard our assets

Our cash balances totaled \$214,072,335 for all funds, compared to \$147,885,413 at this time last year, representing an increase of \$66.2 million. This increase is primarily due to bond proceeds received for water and wastewater capital projects. Additionally, the City is holding impact investments, such as land purchases, amounting to \$42,755,262.

The City's investment income for the fourth quarter was \$1,888,812, compared to \$2,000,080 in the same period last fiscal year and \$1,456,832 two years ago. This brings total fiscal year earnings to \$7,097,200.

Our portfolio's overall yield was 4.151%, outperforming the one-year US Treasury Bill benchmark of 3.68%. The benchmark yield decreased by 0.471% during the quarter. Our Weighted Average Maturity (WAM) decreased from 230 days to 123 days this quarter, reflecting the strategic positioning of bond proceeds in short-term investments to support ongoing capital projects while maintaining strong returns.

We follow a buy-and-hold investment strategy, focusing more on the reinvestment rate at maturity than current market rates. We ladder maturities based on cash flow needs, maintaining a simple approach that balances liquidity and yield. The Finance Department constantly monitors our cash flow requirements to ensure we can meet the City's goals and obligations while seeking better yields in the market.

This report complies with the investment policy adopted by the Council on August 26, 2025.

FINANCIAL IMPACT

The City earned \$1,888,812 across all funds in the fourth quarter of the fiscal year, resulting in investment income earnings for the fiscal year of \$7,097,200.

SUGGESTED ACTION

Staff recommends acceptance of the report.

ATTACHMENTS

- [FY25 Q4 Investment Report](#)