



TEXAS CONNECT LOCAL  
GOVERNMENT INVESTMENT POOL

RS-24-163

September 17, 2024

# Background

2

- The City invests in accordance with the Public Funds Investment Act (PFIA), ensuring safety and prudent management of public funds.
- Current investments types are:
  - ▣ Government-Backed Securities
  - ▣ State and Local Obligations
  - ▣ Deposits and Accounts

# Texas Connect – Investment Pool

3

- ❑ Texas Connect is a pooled investment for Texas government entities, offering safety, liquidity, and yield under the Public Funds Investment Act.
- ❑ Texas Connect carries an AAAm rating from S&P Global Ratings
- ❑ Texas Connect Yield as of August 30, 2024, month end was 5.41%

# City Benefit

- Investing a portion of the City's resources in Texas Connect would benefit the City by:
  - ▣ Providing greater diversification
  - ▣ Providing more flexibility
  - ▣ Providing a competitive return on the City's assets
- Participation in Texas Connect will not undermine the existing depository contract.

# Recommendation

5

- Staff recommends that City Council Approve the participation of the City in the Texas Connect investment pool, and authorize the City Manager, or designee, to execute the agreement.