



# QUARTERLY INVESTMENT REPORT

**For the Quarter Ended**

**December 31, 2025**

**Prepared by**

**Valley View Consulting, L.L.C.**

The investment portfolio of the Edwards Aquifer Authority is in compliance with the Public Funds Investment Act and the Investment Policy and Strategies.

---

Felix Marquez, Executive Director - Administration & Financial Services

---

Shelly Hendrix, Controller - Administration & Financial Services

**Disclaimer:** These reports were compiled using information provided by the Edwards Aquifer Authority. No procedures were performed to test the accuracy or completeness of this information. The market values included in these reports were obtained by Valley View Consulting, L.L.C. from sources believed to be accurate and represent proprietary valuation. Due to market fluctuations, these levels are not necessarily reflective of current liquidation values. Yield calculations are not determined using standard performance formulas, are not representative of total return yields and do not account for investment advisor fees.

## Annual Comparison

### FYE Results by Investment Category:

Asset Type	December 31, 2024			December 31, 2025		
	Avg. Yield	Book Value	Market Value	Avg. Yield	Book Value	Market Value
DDA/MMA/NOW	3.93%	\$ 36,411,394	\$ 36,411,394	3.57%	\$ 32,815,227	\$ 32,815,227
Securities/CDs	5.36%	16,678,215	16,678,215	4.25%	17,604,063	17,604,063
<b>Totals</b>		<b>\$ 53,089,609</b>	<b>\$ 53,089,609</b>		<b>\$ 50,419,290</b>	<b>\$ 50,419,290</b>
Fourth Quarter-End Yield	<b>4.38%</b>			<b>3.80%</b>		

### Average Quarter-End Yields (1):

	2024 Fiscal Year	2025 Fiscal Year
Edwards Aquifer Authority	4.88%	4.10%
Rolling Three Month Treasury	5.22%	4.20%
Rolling Six Month Treasury	5.16%	4.17%
TexPool	5.12%	4.18%
<b>Fiscal YTD interest earnings</b>	<b>\$ 2,419,903 (Approximate)</b>	<b>\$ 2,004,301 (Approximate)</b>

(1) **Average Quarter-End Yields** - based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

## Summary

### Quarter End Results by Investment Category:

<u>Asset Type</u>	<u>September 30, 2025</u>		<u>December 31, 2025</u>		
	<u>Book Value</u>	<u>Market Value</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Avg. Yield</u>
DDA/MMA/NOW	\$ 31,679,190	\$ 31,679,190	\$ 32,815,227	\$ 32,815,227	3.57%
Securities/CDs	17,421,648	17,421,648	17,604,063	17,604,063	4.25%
<b>Totals</b>	<b>\$ 49,100,838</b>	<b>\$ 49,100,838</b>	<b>\$ 50,419,290</b>	<b>\$ 50,419,290</b>	<b>3.80%</b>

<u>Average Yield - Current Quarter (1)</u>		<u>Fiscal Year-to-Date Average Yield (2)</u>	
Total Portfolio	3.80%	Total Portfolio	4.10%
Rolling Three Month Treasury	3.85%	Rolling Three Month Treasury	4.20%
Rolling Six Month Treasury	3.89%	Rolling Six Month Treasury	4.17%
TexPool	3.83%	TexPool	4.18%

<u>Interest Earnings (Approximate)</u>	
Quarterly Interest Income	\$ 488,361
Year-to-date Interest Income	\$ 2,004,301

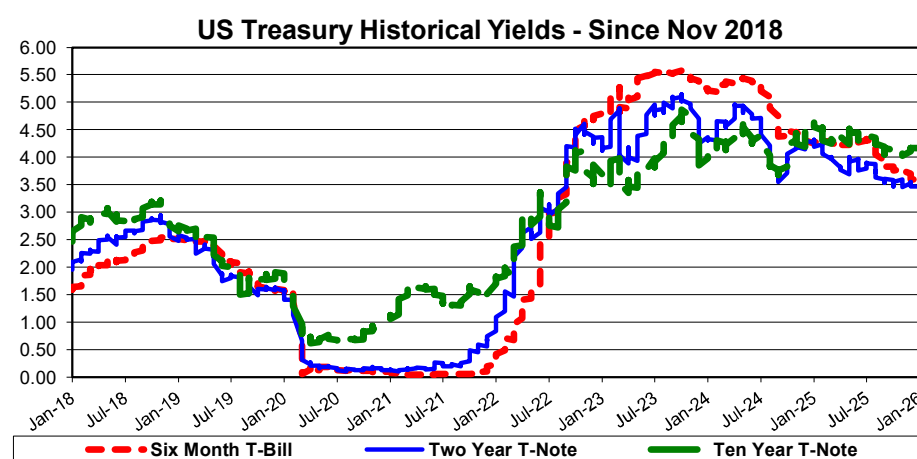
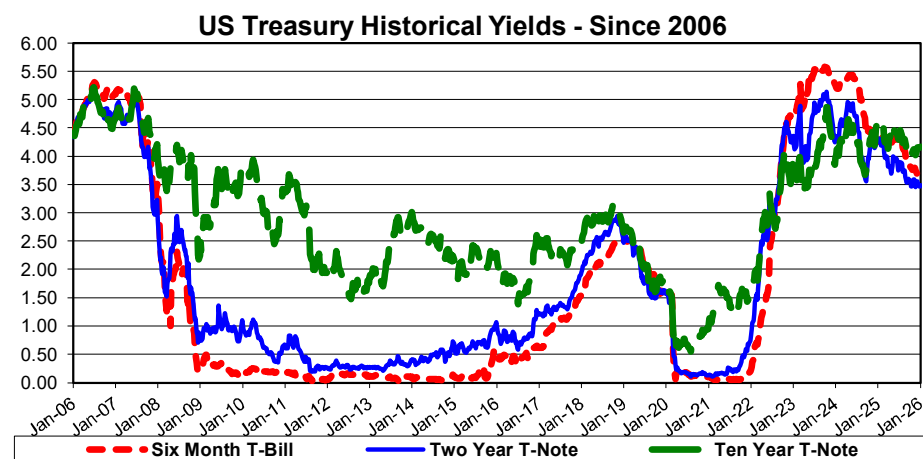
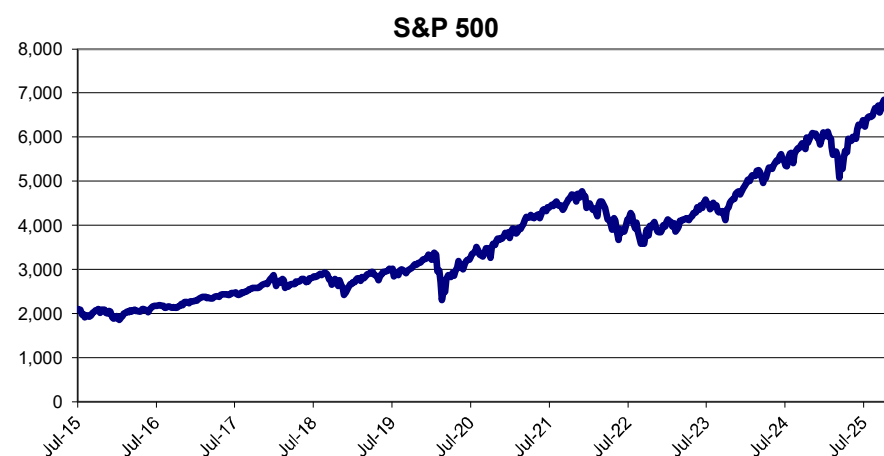
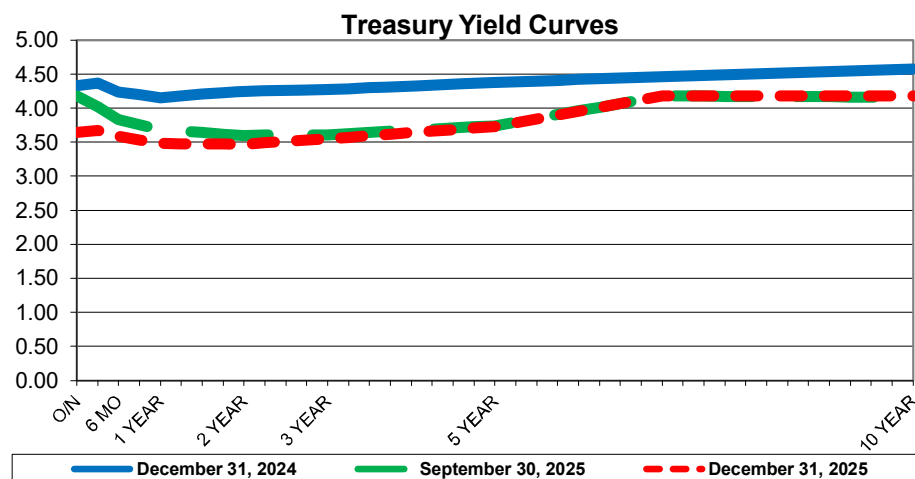
(1) **Average Yield - Current Quarter** -based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank, pool, and money market balances.

(2) **Fiscal Year-to-Date Average Yield** - calculated using quarter end report yields and adjusted book values and does not reflect a total return analysis or account for advisory fees.

## Economic Overview

12/31/2025

The Federal Open Market Committee (FOMC) cut the Fed Funds target again 12/10 to 3.50% - 3.75% (Effective Fed Funds trade +/-3.64%). Additional rate cuts during 2026 are uncertain, but could include one spring and one fall. December Non-Farm Payroll only added 50k (slightly below 60k expectation). 2025 averaged 49k per month. The S&P 500 Stock Index almost reached 7,000. The yield curve dips between 1 and 2 years rising thereafter. Crude Oil held steady below \$60. Inflation continues above the FOMC 2% target (Core PCE +/-2.8% September). The Markets have had muted reactions to uncertain economic and political events.



## Investment Holdings

December 31, 2025

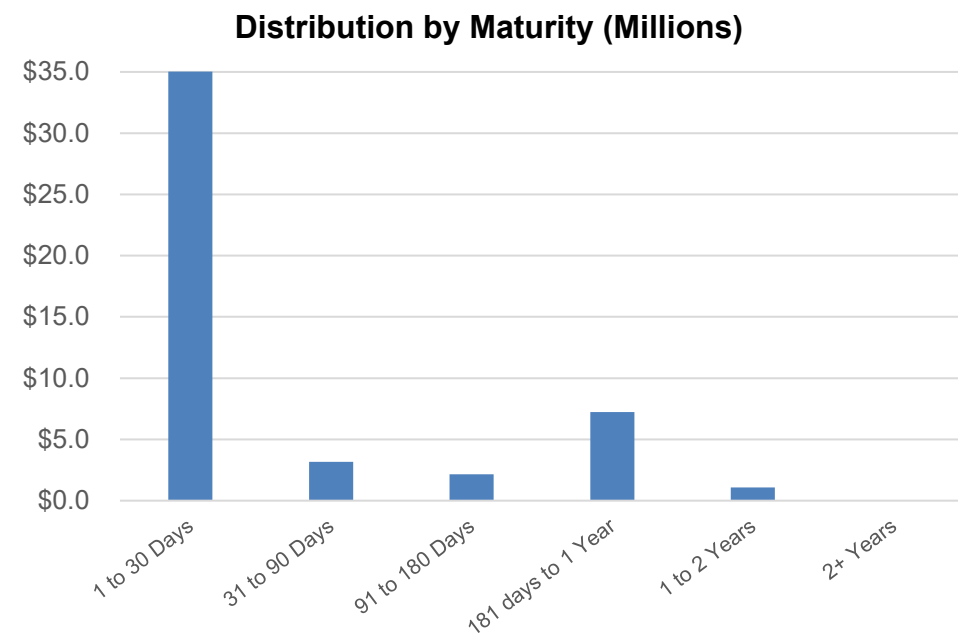
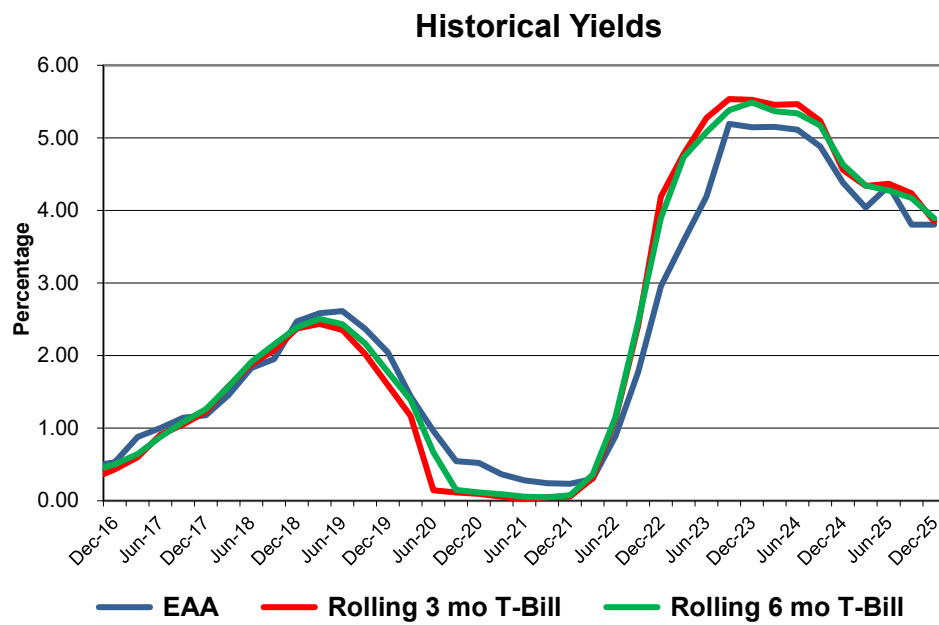
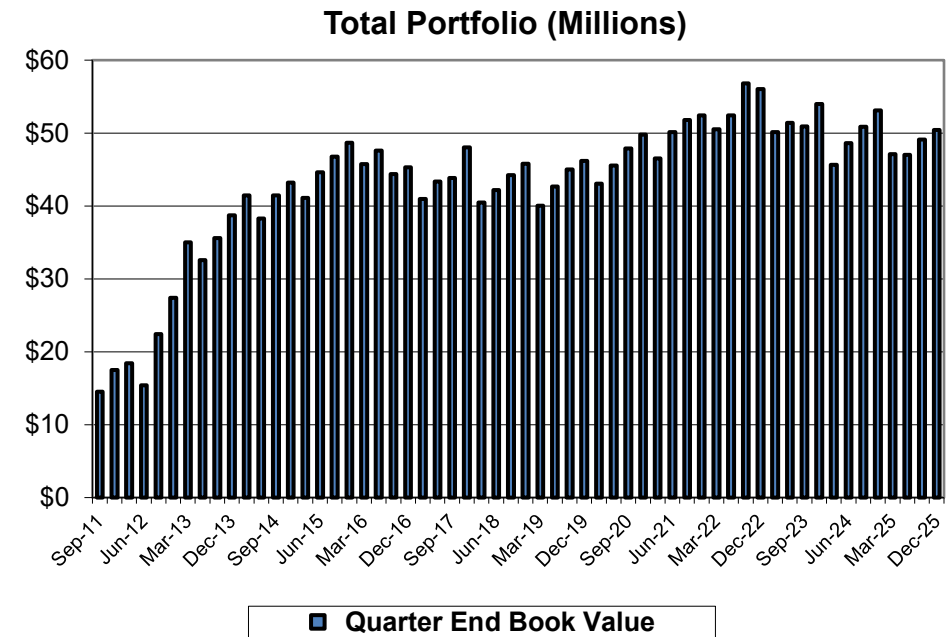
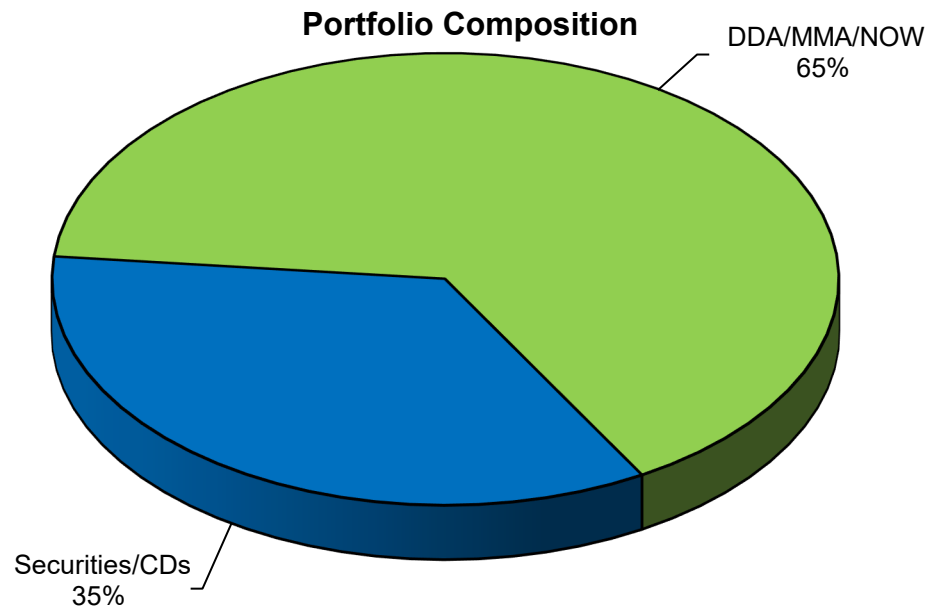


Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Petty Cash		0.00%	01/01/26	12/31/25	\$ 1,010	\$ 1,010	1.00	\$ 1,010	1	0.00%
PNC Bank Cash		0.00%	01/01/26	12/31/25	14,360	14,360	1.00	14,360	1	0.00%
PNC Bank Premier MMA		3.48%	01/01/26	12/31/25	6,249,267	6,249,267	1.00	6,249,267	1	3.48%
PNC Bank MMA		1.41%	01/01/26	12/31/25	298,240	298,240	1.00	298,240	1	1.41%
PNC Bank MMA #2		1.41%	01/01/26	12/31/25	735,046	735,046	1.00	735,046	1	1.41%
Southside Bank MMA (3)		3.98%	01/01/26	12/31/25	2,898,961	2,898,961	1.00	2,898,961	1	3.98%
Southside Bank MMA #2 (3)		3.98%	01/01/26	12/31/25	7,319,776	7,319,776	1.00	7,319,776	1	3.98%
NexBank MMA		3.90%	01/01/26	12/31/25	54	54	1.00	54	1	3.90%
NexBank IntraFi MMA (ICS)		3.90%	01/01/26	12/31/25	5,907,435	5,907,435	1.00	5,907,435	1	3.90%
Veritex Community Bank MMA		3.25%	01/01/26	12/31/25	9,279,288	9,279,288	1.00	9,279,288	1	3.25%
Oil, Gas, & Mineral Rights Value		0.00%	01/01/26	12/31/25	111,790	111,790	1.00	111,790	1	0.00%
East West Bank CD		4.17%	01/05/26	01/03/25	3,961,011	3,961,011	100.00	3,961,011	5	4.26%
East West Bank CD		4.25%	02/13/26	02/13/25	2,068,924	2,068,924	100.00	2,068,924	44	4.34%
BOKF CDARS		4.14%	03/12/26	03/13/25	1,087,857	1,087,857	100.00	1,087,857	71	4.23%
East West Bank CD		4.19%	05/28/26	05/28/25	2,160,559	2,160,559	100.00	2,160,559	148	4.28%
Veritex Bank CD		4.12%	07/13/26	07/11/25	3,059,060	3,059,060	100.00	3,059,060	194	4.20%
American Nat'l Bank & Trust CDARS		4.25%	11/12/26	08/14/25	1,016,434	1,016,434	100.00	1,016,434	316	4.34%
American Nat'l Bank & Trust CDARS		4.25%	11/12/26	08/14/25	1,016,434	1,016,434	100.00	1,016,434	316	4.34%
American Nat'l Bank & Trust CDARS		4.05%	12/31/26	10/02/25	1,073,258	1,073,258	100.00	1,073,258	365	4.13%
American Nat'l Bank & Trust CDARS		4.05%	12/31/26	10/02/25	1,073,258	1,073,258	100.00	1,073,258	365	4.13%
BOKF CDARS		4.08%	03/11/27	03/13/25	1,087,268	1,087,268	100.00	1,087,268	435	4.16%
					<b>\$ 50,419,290</b>	<b>\$ 50,419,290</b>		<b>\$ 50,419,290</b>	<b>60</b>	<b>3.80%</b>
										(1) (2)

(1) **Weighted average life** - For purposes of calculating weighted average life, bank accounts, pools and money market mutual funds are assumed to have a one day maturity.

(2) **Weighted average yield to maturity** - The weighted average yield to maturity is based on adjusted book value, realized and unrealized gains/losses and investment advisory fees are not considered. The yield for the reporting month is used for bank accounts, pools and money market mutual funds.

(3) **Yield Estimated** - based on average TexPool rate + 0.05%.



## Book & Market Value Comparison



Issuer/Description	Yield	Maturity Date	Book Value 09/30/25	Increases	Decreases	Book Value 12/31/25	Market Value 09/30/25	Change in Market Value	Market Value 12/31/25
Petty Cash	0.00%	01/01/26	\$ 825	\$ 185	\$ —	\$ 1,010	\$ 825	\$ 185	\$ 1,010
PNC Bank Cash	0.00%	01/01/26	(371,760)	386,120	—	14,360	(371,760)	386,120	14,360
PNC Bank Premier MMA	3.48%	01/01/26	5,692,000	557,267	—	6,249,267	5,692,000	557,267	6,249,267
PNC Bank MMA	1.41%	01/01/26	360,225	—	(61,985)	298,240	360,225	(61,985)	298,240
PNC Bank MMA #2	1.41%	01/01/26	732,250	2,796	—	735,046	732,250	2,796	735,046
Southside Bank MMA	3.98%	01/01/26	791,904	2,107,057	—	2,898,961	791,904	2,107,057	2,898,961
Southside Bank MMA #2	3.98%	01/01/26	9,323,074	—	(2,003,298)	7,319,776	9,323,074	(2,003,298)	7,319,776
NexBank MMA	3.90%	01/01/26	53	1	—	54	53	1	54
NexBank IntraFi MMA (ICS)	3.90%	01/01/26	5,846,625	60,810	—	5,907,435	5,846,625	60,810	5,907,435
Veritex Community Bank MMA	3.25%	01/01/26	9,192,204	87,084	—	9,279,288	9,192,204	87,084	9,279,288
Oil, Gas, & Mineral Rights Value	0.00%	01/01/26	111,790	—	—	111,790	111,790	—	111,790
BOKF CDARS	5.28%	07/10/25	—	—	—	—	—	—	—
Central National Bank CD	5.27%	08/01/25	—	—	—	—	—	—	—
Central National Bank CD	5.27%	08/01/25	—	—	—	—	—	—	—
American Nat'l Bank & Trust CD	4.96%	10/01/25	1,062,476	—	(1,062,476)	—	1,062,476	(1,062,476)	—
American Nat'l Bank & Trust CD	4.96%	10/01/25	1,062,476	—	(1,062,476)	—	1,062,476	(1,062,476)	—
East West Bank CD	4.26%	01/05/26	3,919,599	41,412	—	3,961,011	3,919,599	41,412	3,961,011
East West Bank CD	4.34%	02/13/26	2,054,282	14,642	—	2,068,924	2,054,282	14,642	2,068,924
BOKF CDARS	4.23%	03/12/26	1,076,556	11,301	—	1,087,857	1,076,556	11,301	1,087,857
East West Bank CD	4.28%	05/28/26	2,137,863	22,696	—	2,160,559	2,137,863	22,696	2,160,559
Veritex Bank CD	4.20%	07/13/26	3,021,032	38,028	—	3,059,060	3,021,032	38,028	3,059,060
American Nat'l Bank & Trust CDARS	4.34%	11/12/26	1,005,604	10,830	—	1,016,434	1,005,604	10,830	1,016,434
American Nat'l Bank & Trust CDARS	4.34%	11/12/26	1,005,604	10,830	—	1,016,434	1,005,604	10,830	1,016,434
American Nat'l Bank & Trust CDARS	4.13%	12/31/26	—	1,073,258	—	1,073,258	—	1,073,258	1,073,258
American Nat'l Bank & Trust CDARS	4.13%	12/31/26	—	1,073,258	—	1,073,258	—	1,073,258	1,073,258
BOKF CDARS	4.16%	03/11/27	1,076,156	11,112	—	1,087,268	1,076,156	11,112	1,087,268
<b>TOTAL / AVERAGE</b>	<b>3.80%</b>		<b>\$ 49,100,838</b>	<b>\$ 5,508,687</b>	<b>\$ (4,190,235)</b>	<b>\$ 50,419,290</b>	<b>\$ 49,100,838</b>	<b>\$ 1,318,452</b>	<b>\$ 50,419,290</b>

**Allocation by Fund  
December 31, 2025**



Book & Market Value	Edwards Aquifer				
	Investment Total	Pooled Cash	General Fund	Habitat Conservation Plan	Edwards Aquifer Conservancy
Petty Cash	\$ 1,010	\$ 1,010	\$ —	\$ —	\$ —
PNC Bank Cash	14,360	14,360	—	—	—
PNC Bank Premier MMA	6,249,267	6,249,267	—	—	—
PNC Bank MMA	298,240	—	—	—	298,240
PNC Bank MMA #2	735,046	361,003	—	374,043	—
Southside Bank MMA	10,218,737	7,319,776	—	2,898,961	—
NexBank MMA	54	—	—	54	—
NexBank IntraFi MMA	5,907,435	—	—	5,907,435	—
Veritex Community Bank MMA	9,279,288	6,055,039	—	3,224,249	—
Oil, Gas, & Mineral Rights Value	111,790	—	—	—	111,790
01/05/26—East West Bank CD	3,961,011	—	—	3,961,011	—
02/13/26—East West Bank CD	2,068,924	—	2,068,924	—	—
03/12/26—BOKF CDARS	1,087,857	—	—	1,087,857	—
05/28/26—East West Bank CD	2,160,559	—	2,160,559	—	—
07/13/26—Veritex Bank CD	3,059,060	—	3,059,060	—	—
11/12/26—American Nat'l Bank & Trust CDARS	1,016,434	—	1,016,434	—	—
11/12/26—American Nat'l Bank & Trust CDARS	1,016,434	—	—	1,016,434	—
12/31/26—American Nat'l Bank & Trust CDARS	1,073,258	—	1,073,258	—	—
12/31/26—American Nat'l Bank & Trust CDARS	1,073,258	—	—	1,073,258	—
03/11/27—BOKF CDARS	1,087,268	—	1,087,268	—	—
	<b>\$ 50,419,290</b>	<b>\$ 20,000,455</b>	<b>\$ 10,465,503</b>	<b>\$ 19,543,302</b>	<b>\$ 410,030</b>



**Allocation by Fund  
September 30, 2025**



Book & Market Value	Edwards Aquifer				
	Investment Total	Pooled Cash	General Fund	Habitat Conservation Plan	Edwards Aquifer Conservancy
Petty Cash	\$ 825	\$ 825	\$ —	\$ —	\$ —
PNC Bank Cash	(371,760)	(371,760)	—	—	—
PNC Bank Premier MMA	5,692,000	5,692,000	—	—	—
PNC Bank MMA	360,225	—	—	—	360,225
PNC Bank MMA #2	732,250	359,630	—	372,620	—
Southside Bank MMA	10,114,978	9,323,074	—	791,904	—
NexBank MMA	53	—	—	53	—
NexBank IntraFi MMA	5,846,625	—	—	5,846,625	—
Veritex Community Bank MMA	9,192,204	7,041,949	—	2,150,255	—
Oil, Gas, & Mineral Rights Value	111,790	—	—	—	111,790
10/01/25–American Nat'l Bank & Trust CD	1,062,476	—	1,062,476	—	—
10/01/25–American Nat'l Bank & Trust CD	1,062,476	—	—	1,062,476	—
01/05/26–East West Bank CD	3,919,599	—	—	3,919,599	—
02/13/26–East West Bank CD	2,054,282	—	2,054,282	—	—
03/12/26–BOKF CDARS	1,076,556	—	—	1,076,556	—
05/28/26–East West Bank CD	2,137,863	—	2,137,863	—	—
07/13/26–Veritex Bank CD	3,021,032	—	3,021,032	—	—
11/12/26–American Nat'l Bank & Trust CDARS	1,005,604	—	1,005,604	—	—
11/12/26–American Nat'l Bank & Trust CDARS	1,005,604	—	—	1,005,604	—
03/11/27–BOKF CDARS	1,076,156	—	1,076,156	—	—
	<b>\$ 49,100,838</b>	<b>\$ 22,045,718</b>	<b>\$ 10,357,413</b>	<b>\$ 16,225,692</b>	<b>\$ 472,015</b>