



FY 2025-2026

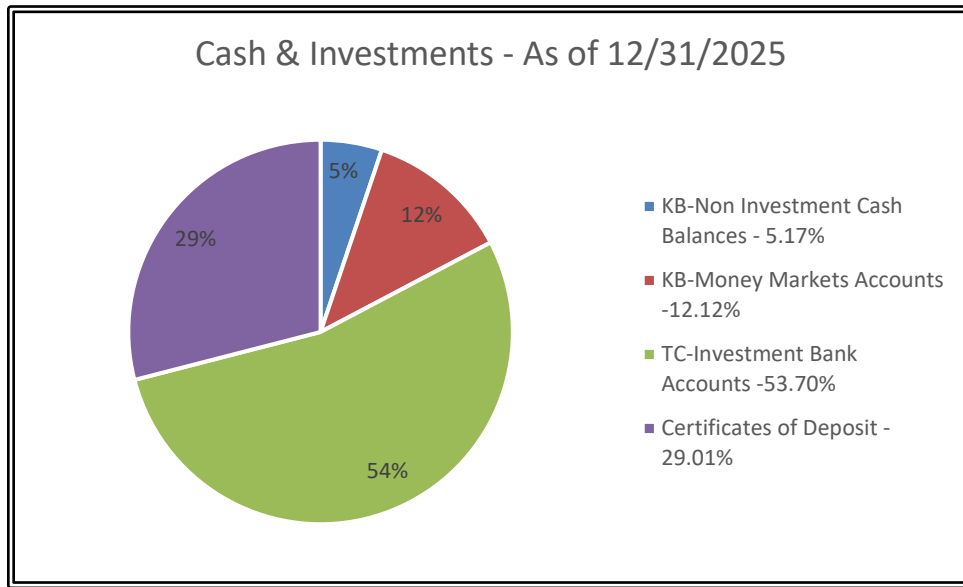
FIRST QUARTER

INVESTMENT REPORT

FOR THE PERIOD ENDING

DECEMBER 31, 2025

**City of Kingsville
Total Cash and Investments
For Quarter Ended 12/31/2025**



| Total Cash & Investments | |
|---|-------------------------|
| KB-Non Investment Cash Balances - 5.17% | \$ 1,868,093.42 |
| KB-Money Markets Accounts -12.12% | 4,381,476.88 |
| TC-Investment Bank Accounts -53.70% | 19,412,959.85 |
| Certificates of Deposit - 29.01% | 10,487,831.11 |
| Total Cash & Investments | <u>\$ 36,150,361.26</u> |

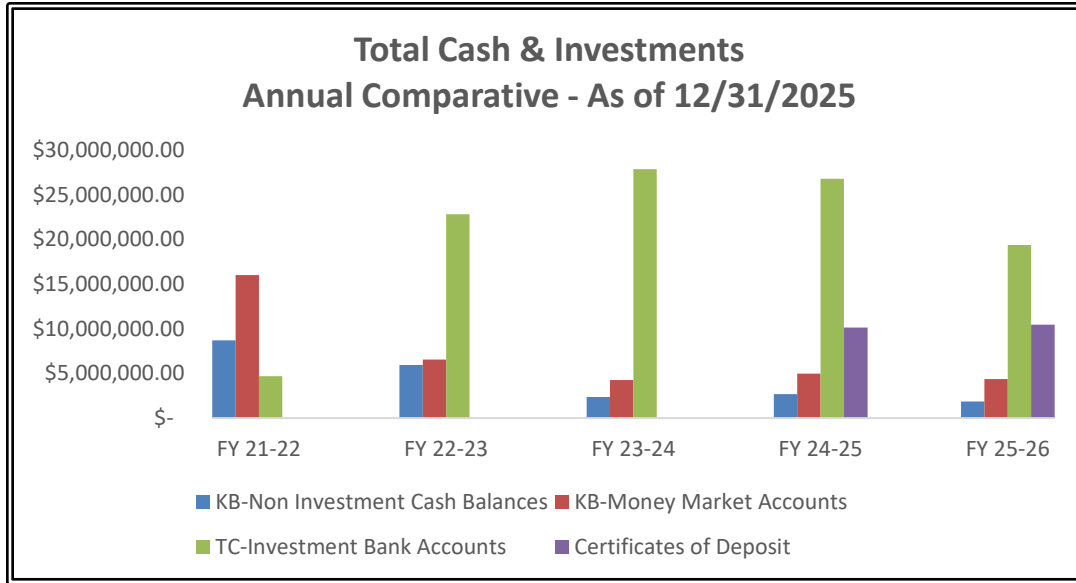
Note: There is \$153,887.86 of interest for the Certifications of Deposit not booked into Incode as of the report issue.

The average monthly yields for the prior fiscal year through the 1st Quarter of FY 25-26 for Texas Class are below:

- October 2024 through December 2024 – 5.0420% to 4.7464%
- January 2025 through March 2025 – 4.5419% to 4.4379%
- April 2025 through June 2025 – 4.4362% to 4.4021%
- July 2025 through September 2025 – 4.4065% to 4.3496%
- October 2025 through December 2025 – 4.2753% to 3.9690%

City of Kingsville

Cash and Investments Annual Comparative For Quarter Ended 12/31/2025



Total Cash & Investments - Annual Comparative For Quarter Ended December 31, 2025

| Category | FY 21-22 | FY 22-23 | FY 23-24 | FY 24-25 | FY 25-26 |
|-------------------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| KB-Non Investment Cash Balances | \$ 8,711,379.87 | \$ 5,944,111.17 | \$ 2,365,419.58 | \$ 2,700,784.47 | \$ 1,868,093.42 |
| KB-Money Market Accounts | 16,015,221.72 | 6,573,539.94 | 4,282,377.76 | 4,971,849.78 | 4,381,476.88 |
| TC-Investment Bank Accounts | 4,688,225.73 | 22,852,988.37 | 27,903,715.20 | 26,813,282.98 | 19,412,959.85 |
| Certificates of Deposit | 0.00 | 0.00 | 0.00 | 10,147,528.77 | 10,487,831.11 |
| Total Cash & Investments | \$ 29,414,827.32 | \$ 35,370,639.48 | \$ 34,551,512.54 | \$ 44,633,446.00 | \$ 36,150,361.26 |

**CITY OF KINGSVILLE
TOTAL INVESTMENT PERCENTAGES
FOR QUARTER ENDED 12/31/2025**

| HOLDING | REQUIREMENT | ACCOUNT BALANCE 12/31/2025 |
|---|---------------------|---|
| Kleberg Bank - Non Investment Accounts | Cash Category | \$ 1,868,093.42 |
| Kleberg Bank - Investment Money Markets | Investment Category | 4,381,476.88 |
| Texas Class - Investment Bank Accounts | Cash Category | 19,412,959.85 |
| Kleberg Bank - Certificates of Deposit | CD | 10,487,831.11 |
| Total Cash and Investments | | <u>\$ 36,150,361.26</u> |

Investment Requirements:

| | | |
|-----------------------------|--|--------|
| Percentages in Cash | (at least 35% mature in 90 days or less) | 58.87% |
| Percentage in Investments | (at least 10% in U.S. T Bill, CD's, Money Mkt) | 41.13% |
| Percentage in US Treasuries | (not to exceed 10%) | 0.00% |

Notes:

The Investment Policy was updated to include money market accounts as types of investment.

Money market accounts are currently not earning much more interest than our other bank accounts, so there is no reason to move money from the money markets to cash as these accounts are the same as the cash account liquidity. However, we will be moving funds from Kleberg Bank to Texas Class.

| | |
|---|----------------------|
| Kleberg Bank Account Balances 12/31/2025 - per Kleberg Bank | \$ 6,997,246.75 |
| Certificates of Deposit | <u>10,641,718.96</u> |
| Total Accounts | 17,638,965.71 |

Pledged Collateral as reported for 06/30/2024 is as follows:

| | | |
|------------------------------|-------------------------|---------|
| Letter of Credit | \$ 20,000,000.00 | |
| FDIC Coverage | <u>250,000.00</u> | |
| Total Pledge & FDIC Coverage | <u>\$ 20,250,000.00</u> | 114.80% |

| | |
|----------------------------------|------------------------|
| Net Pledge over account balances | <u>\$ 2,611,034.29</u> |
|----------------------------------|------------------------|

Collateral requirements of Investment Policy:

The market value of pledged collateral must be at least 102% of the principal plus accrued interest for Excess Cash Balances, certificates of deposit, and repurchase agreements and held in the entity's name as evidenced by safekeeping receipts of the institution with which the securities are deposited.

City of Kingsville
Non Investment Cash Accounts
As Of December 31, 2025

| Description | GL Account Number | Bank | Fund | Amount 09/30/2025 | Amount 12/31/2025 |
|--|-------------------|---------------------|------|-----------------------|------------------------|
| Petty Cash Accounts - General Fund | 001-0-02000 | Department Held | 001 | \$ 3,682.37 | \$ 3,682.37 |
| | 001-0-02050 | | | | |
| | 001-0-02051 | | | | |
| | 001-0-02053 | | | | |
| | 001-0-02054 | | | | |
| | 001-0-02055 | | | | |
| | 001-0-02056 | | | | |
| | 001-0-02058 | | | | |
| | 001-0-02059 | | | | |
| | 001-0-03000 | | | | |
| | 001-0-02250 | | | | |
| Cash on Hand-Tourism | 002-0-02050 | Department Held | 002 | 100.00 | 100.00 |
| | 002-0-02052 | Train Depot | | | |
| Hot Funds Tax Escrow Account | 002-0-04000 | Kleberg Bank - 4206 | 002 | 570,188.59 | 742,667.49 |
| Police State Forfeiture | 005-0-08005 | Kleberg Bank - 3870 | 005 | 760,213.16 | 760,308.97 |
| KPD Forefeiture-Human Trafficking | 005-0-08006 | Kleberg Bank - 7183 | 005 | 133,938.70 | 133,955.58 |
| Police State Pending Forfeiture | 005-0-08550 | Kleberg Bank - 3862 | 005 | 37,258.18 | 121,065.98 |
| KPD Pending-Human Trafficking | 005-0-08555 | Kleberg Bank - 7132 | 005 | 102.29 | 102.30 |
| Police Federal Forfeiture | 028-0-08051 | Kleberg Bank - 3854 | 028 | 135,316.53 | 135,333.58 |
| Drainage Master Plan Location 7 | 116-0-09111 | Kleberg Bank - 2912 | 116 | 2,467.36 | 2,467.68 |
| Drainage Master Plan Location 1 | 117-0-09112 | Kleberg Bank - 2920 | 117 | 8,619.53 | 8,620.61 |
| Drainage Master Plan Location 3 | 118-0-09113 | Kleberg Bank - 2939 | 118 | 2,547.20 | 2,547.52 |
| Drainage Master Plan Location 4 | 119-0-09114 | Kleberg Bank - 2947 | 119 | 2,841.52 | 2,841.87 |
| Drainage Master Plan Location 8 | 128-0-09115 | Kleberg Bank - 1431 | 128 | 3,694.69 | 3,695.16 |
| Pooled Cash | 700-0-01050 | Kleberg Bank - 3676 | 700 | 4,458,569.57 | (112,050.73) |
| Cash Bond Account | 700-0-01070 | Bank of South Texas | 700 | 56,377.57 | 62,755.04 |
| Total Non Investment Cash Account Balances | | | | <u>\$6,175,917.26</u> | <u>\$ 1,868,093.42</u> |

The following are notes on the above changes:

- Hot fund account is used for Tourism operations.
- Drainage accounts are used for TWDB projects.
- Pooled Cash is the main operations account.

**Kleberg Bank Money Market Accounts
Summary Statement
For Quarter Ended 12/31/2025**

| Account | Fund | Balance 09/30/2025 | Contributions | Withdrawals | Interest | Balance 12/31/2025 |
|--------------------------------|-------------|-------------------------------|------------------------|------------------------|--------------------|-------------------------------|
| 38583-MM PD State Seizure Fund | 005 | 308,968.70 | | | 389.55 | 309,358.25 |
| 42084-MM GO Debt Service | 011 | 166,289.47 | 886,898.59 | 0.00 | 390.37 | 1,053,578.43 |
| 38575-MM - Insurance Fund | 138 | 100,046.22 | | | 126.14 | 100,172.36 |
| 42092-MM - CMA M&O Taxes | 700 | 211,701.07 | 3,471,947.76 | (900,000.00) | 623.36 | 2,784,272.19 |
| 38664-MM - CMA Savings | 700 | 133,926.79 | | | 168.86 | 134,095.65 |
| Totals | | \$ 920,932.25 | \$ 4,358,846.35 | \$ (900,000.00) | \$ 1,698.28 | \$ 4,381,476.88 |

**Texas Class
Summary Statement
For Quarter Ended 12/31/2025**

| Account | Balance 09/30/2025 | Contributions | Withdrawals | Interest | Balance 12/31/2025 |
|-----------------------------|-------------------------------|----------------------|--------------------------|----------------------|-------------------------------|
| 07-Landfill Closure Acct | \$ 49,044.78 | \$ | \$ | \$ 511.54 | \$ 49,556.32 |
| 08-CMA Savings | 3,822,713.07 | | (1,300,000.00) | 35,617.72 | 2,558,330.79 |
| 10-CO 2013 Storm Water | 175,145.40 | | | 1,826.85 | 176,972.25 |
| 11-GO Debt Service | 257,803.65 | | | 2,688.98 | 260,492.63 |
| 12-Utility Fund Debt Svc | 19,655.41 | | | 205.04 | 19,860.45 |
| 15-CMA Acct-M&O Taxes | 12,848,600.86 | 500,000.00 | (500,000.00) | 134,016.31 | 12,982,617.17 |
| 18-Self Insurance Fund | 1,244,074.79 | | | 12,976.23 | 1,257,051.02 |
| 20-Federal Forfeiture | 1,425.49 | | | 14.87 | 1,440.36 |
| 21-State Forfeiture | 95,637.88 | | | 997.50 | 96,635.38 |
| 24-State Pending Forfeiture | 39,805.36 | | | 415.19 | 40,220.55 |
| 29-UF Cap Projects Savings | 172.04 | | | 1.84 | 173.88 |
| 31-Sanitation Collection CP | 237,606.65 | | | 2,478.36 | 240,085.01 |
| 37-Utility Fund | 1,709,901.69 | | | 17,834.99 | 1,727,736.68 |
| 38-CO Series 2023 | 1,768.89 | | | 18.47 | 1,787.36 |
| Totals | \$ 20,503,355.96 | \$ 500,000.00 | \$ (1,800,000.00) | \$ 209,603.89 | \$ 19,412,959.85 |

Texas Class Accounts
Investment Summary Comparison
Qtr Ended 09/30/2025 vs Qtr Ended 12/31/2025

| Investment | Account # | Fund | TX Class Stmt Qtr Ended 09/30/2025 | TX Class Stmt Qtr Ended 12/31/2025 | Net Change |
|--------------------------------|------------------|-------------|---|---|--------------------------|
| Landfill Closure Acct | TX 01-0170-0007 | 090 | \$ 49,044.78 | \$ 49,556.32 | \$ 511.54 |
| CMA Savings | TX 01-0170-0008 | 700 | 3,822,713.07 | 2,558,330.79 | (1,264,382.28) |
| CO 2013 Storm Water | TX 01-0170-0010 | 068 | 175,145.40 | 176,972.25 | 1,826.85 |
| GO Debt Service | TX 01-0170-0011 | 011 | 257,803.65 | 260,492.63 | 2,688.98 |
| Utility Fund Debt Service | TX 01-0170-0012 | 012 | 19,655.41 | 19,860.45 | 205.04 |
| CMA Acct - M&O Taxes | TX 01-0170-0015 | 700 | 12,848,600.86 | 12,982,617.17 | 134,016.31 |
| Self Insurance Fund | TX 01-0170-0018 | 138 | 1,244,074.79 | 1,257,051.02 | 12,976.23 |
| Federal Forfeiture Funds | TX 01-0170-0020 | 028 | 1,425.49 | 1,440.36 | 14.87 |
| State Forfeiture Funds | TX 01-0170-0021 | 005 | 95,637.88 | 96,635.38 | 997.50 |
| State Pending | TX 01-0170-0024 | 005 | 39,805.36 | 40,220.55 | 415.19 |
| UF Capital Projects Savings | TX 01-0170-0029 | 054 | 172.04 | 173.88 | 1.84 |
| Sanitation Collection Cap Proj | TX 01-0170-0031 | 087 | 237,606.65 | 240,085.01 | 2,478.36 |
| Utility Fund | TX 01-0170-0037 | 051 | 1,709,901.69 | 1,727,736.68 | 17,834.99 |
| CO Series 2023 | TX 01-0170-0038 | 141 | 1,768.89 | 1,787.36 | 18.47 |
| Total Accounts | | | <u>\$ 20,503,355.96</u> | <u>\$ 19,412,959.85</u> | <u>\$ (1,090,396.11)</u> |

Texas Class Monthly Interest Yields

- October 2025 – 4.2753%
- November 2025 – 4.1069%
- December 2025 – 3.9690%

City of Kingsville
Budgeted Project & Capital Outlay Descriptions
FY 2025-2026

| Investment | Account | Balance | Fund | Project/Usage Description |
|---------------------------------------|---------|-------------------------|------|---|
| Kleberg Money Market Accounts: | | | | |
| PD State Seizure Fund | 38583 | \$ 309,358.25 | 005 | State Awarded Seizure Cases |
| GO Debt Service | 42084 | 1,053,578.43 | 011 | GF Debt Service Payments |
| Insurance Fund | 38575 | 100,172.36 | 138 | Health Insurance expenditures |
| Trust & Agency Fund-M&O | 42092 | 2,784,272.19 | 700 | GF Operating expenditures |
| Trust & Agency Fund | 38664 | 134,095.65 | 700 | CMA Savings Account |
| Total Kleberg Accounts | | \$ 4,381,476.88 | | |
| Texas Class Accounts: | | | | |
| Landfill Closure Acct | 0007 | \$ 49,556.32 | 090 | Landfill Closure Costs |
| CMA Savings | 0008 | 2,558,330.79 | 700 | General Fund Savings Account |
| CO 2013 Storm Water | 0010 | 176,972.25 | 068 | Storm Water Projects |
| GO Debt Service | 0011 | 260,492.63 | 011 | GF Debt Service Payments |
| Utility Fund Debt Service | 0012 | 19,860.45 | 012 | UF Debt Service Payments |
| CMA Acct - M&O Taxes | 0015 | 12,982,617.17 | 700 | General Fund operating expenditures |
| Health Insurance Fund | 0018 | 1,257,051.02 | 138 | Health Insurance expenditures |
| Federal Forfeiture Funds | 0020 | 1,440.36 | 028 | Federal Seizures that have been awarded |
| State Forfeiture Funds | 0021 | 96,635.38 | 005 | State Seizures that have been awarded |
| State Pending | 0024 | 40,220.55 | 005 | Holding acct until seized funds are awarded |
| UF Capital Projects Savings | 0029 | 173.88 | 054 | UF Capital Projects |
| Sanitation Collection Cap Proj | 0031 | 240,085.01 | 087 | Trash Pickup Equipment |
| Utility Fund | 0037 | 1,727,736.68 | 051 | Utility Fund operating expenditures |
| CO Series 2023 | 0038 | 1,787.36 | 141 | Water Meter Project |
| Total Texas Class Accounts | | \$ 19,412,959.85 | | |
| Total Investment Accounts | | \$ 23,794,436.73 | | |

City of Kingsville
Summary of Bank Balances By Fund - December 31, 2025

| Fund | Claim on Cash | Kleberg Bank | Texas Class | Money Market | CD's | Total Cash |
|------------------------------|----------------------|---------------------|--------------------|---------------------|------------------|-------------------|
| 001-General Fund | \$ 5,808,657.18 | \$ 3,682.37 | \$ | \$ | | \$ 5,812,339.55 |
| 002-Tourism Fund | (91,142.14) | 742,767.49 | | | | 651,625.35 |
| 005-PD State Seizure Fund | (21,121.15) | 1,015,432.83 | 136,855.93 | 309,358.25 | | 1,440,525.86 |
| 009-Law Enfo Off Stand-PD | 24,260.28 | | | | | 24,260.28 |
| 011-G.O Debt Service | 252,836.07 | | 260,492.63 | 1,053,578.43 | | 1,566,907.13 |
| 012-UF Debt Service | 2,319,618.72 | | 19,860.45 | | | 2,339,479.17 |
| 015-CBRAC | 6,121.00 | | | | | 6,121.00 |
| 016-PD Stonegarden | 7,038.69 | | | | | 7,038.69 |
| 017-PD Borderstar | 5,691.98 | | | | | 5,691.98 |
| 025-Building Security | 60,468.68 | | | | | 60,468.68 |
| 026-Golf Cap Maint | 5,314.49 | | | | | 5,314.49 |
| 028-PD Federal Seizure | (5,000.00) | 135,333.58 | 1,440.36 | | | 131,773.94 |
| 031-Municipal Court Tech | 48,294.32 | | | | | 48,294.32 |
| 051-Utility Fund | 2,037,702.97 | | 1,727,736.68 | | | 3,765,439.65 |
| 054-Capital Projects | 17,899.07 | | 173.88 | | | 18,072.95 |
| 055-Stormwater | 764,602.05 | | | | | 764,602.05 |
| 068-CO Series 2013-UF | 267,818.15 | | 176,972.25 | | | 444,790.40 |
| 084-DEAAG | 7,500.00 | | | | | 7,500.00 |
| 087-Solid Wast Cap Projects | 80,154.13 | | 240,085.01 | | | 320,239.14 |
| 090-Landfill Closure | 3,073,867.65 | | 49,556.32 | | | 3,123,423.97 |
| 092-Street Fund | 302,281.75 | | | | | 302,281.75 |
| 093-Park Maintenance | 3,642.19 | | | | | 3,642.19 |
| 097-Vehicle Replacement-Fire | 75,046.29 | | | | | 75,046.29 |
| 098-Economic Development | 281,264.98 | | | | | 281,264.98 |
| 100-Safe Routes to School | 81,605.67 | | | | | 81,605.67 |
| 105-Vehicle Replacement-PD | 10,000.00 | | | | | 10,000.00 |
| 106-Vehicle Replacement-PW | 49,330.42 | | | | | 49,330.42 |
| 108-Patrick Leahy Grant-PD | (3,970.99) | | | | | (3,970.99) |
| 113-CW WW Collection System | 19,787.76 | | | | | 19,787.76 |
| 116-TWDB Location 7 | 71.27 | 2,467.68 | | | | 2,538.95 |
| 117-TWDB Location 1 | (6,081.69) | 8,620.61 | | | | 2,538.92 |
| 118-TWDB Location 3 | 60.45 | 2,547.52 | | | | 2,607.97 |
| 119-TWDB Location 4 | 4.30 | 2,841.87 | | | | 2,846.17 |
| 120-Property Tax Reserve | 29,009.50 | | | | | 29,009.50 |
| 121-GF ARP Funding | 7,544.94 | | | | | 7,544.94 |
| 124-Ed Rachal Found Grant | 352.62 | | | | | 352.62 |
| 125-UF ARP Funding | 4,501.37 | | | | | 4,501.37 |
| 126-GF Tax Note Series 2022 | 850.00 | | | | | 850.00 |
| 128-TWDB Location 8 | (3,190.00) | 3,695.16 | | | | 505.16 |
| 130-Winter Storm-Backup Gen | 96,160.00 | | | | | 96,160.00 |
| 132-Public Improv District | 18,593.12 | | | | | 18,593.12 |
| 133-Border Zone FF Grant | 60.00 | | | | | 60.00 |
| 134-DEAAG Commitment-GF | 500,000.00 | | | | | 500,000.00 |
| 135-GLO MIT Prgram Grant | 94,716.00 | | | | | 94,716.00 |
| 137-Ed Rachal - Fire | 30,000.00 | | | | | 30,000.00 |
| 138-Health Insurance | (617,933.07) | 0.00 | 1,257,051.02 | 100,172.36 | | 739,290.31 |
| 139-Vehicle Replace-PW GF | 123,020.32 | | | | | 123,020.32 |
| 141-CO Series 2023-UF | 0.00 | | 1,787.36 | | | 1,787.36 |
| 151-CO Series 2023A-GF | 122,574.84 | | | | | 122,574.84 |
| 153-CO Series 2024-Fire | 2,252,581.00 | | | | 10,487,831.11 | 12,740,412.11 |
| 206-Chamberlain Park | 27,053.45 | | | | | 27,053.45 |
| 207-CJD Body Worn Camera | (17,953.82) | | | | | (17,953.82) |
| 208-Lone Star Grant | 305.30 | | | | | 305.30 |
| Pooled Cash Report Outage | (98,246.00) | | | | | (98,246.00) |
| | \$ 18,410,020.11 | \$ 1,917,389.11 | \$ 3,872,011.89 | \$ 1,463,109.04 | \$ 10,487,831.11 | \$ 36,150,361.26 |

City of Kingsville
Summary of Bank Balances By Fund

| Fund | Claim on Cash | Kleberg Bank | Texas Class | Money Market | CD's | Total Cash |
|--|----------------------|------------------------|-------------------------|------------------------|-------------------------|-------------------------|
| Claim on Cash Funds are held in the following accounts | | | | | | |
| CMA Checking | \$ 112,050.73 | \$ (112,050.73) | \$ | \$ | \$ | \$ 0.00 |
| CMA M&O Taxes MM Acct | (2,784,272.19) | | | 2,784,272.19 | | 0.00 |
| CMA Savings MM Acct | (134,095.65) | | | 134,095.65 | | 0.00 |
| Cash Bond Account | (62,755.04) | 62,755.04 | | | | 0.00 |
| TX Class #8-CMA Savings | (2,558,330.79) | | 2,558,330.79 | | | 0.00 |
| TX Class #15-CMA M&O Taxes | (12,982,617.17) | | 12,982,617.17 | | | 0.00 |
| Total | \$ 0.00 | \$ 1,868,093.42 | \$ 19,412,959.85 | \$ 4,381,476.88 | \$ 10,487,831.11 | \$ 36,150,361.26 |

Fund Bank Balances

The City of Kingsville manages a large share of its funds using a pooled cash accounting system. The pooled cash bank accounts are recorded in the General Ledger Fund 700. This pooled cash system is made up of several different bank accounts and includes the following bank accounts:

- CMA Checking – Kleberg Bank
- CMA M&O Taxes Money Market – Kleberg Bank
- CMA Savings Money Market – Kleberg Bank
- Cash Bond Account – Bank of South Texas
- CMA Savings #8 – Texas Class
- CMA M&O Taxes #15 – Texas Class

All funds own a piece of the pooled cash system based on revenues and expenditures associated with each fund. The piece or amount of the pooled cash system that is owned by each fund is indicated by the amount that is recorded in the account Claim on Cash. As the account name suggests it represents the fund's claim on the pooled cash bank accounts.

The City has other bank accounts at Kleberg Bank for those accounts that are specific in operations and have requirements to keep funding separate. Also at Kleberg Bank, there are several money market accounts specific to certain funds that were created for better interest earnings offered by Kleberg Bank, which is currently 0.50%.

There are only three bank accounts that issue actual checks, and these include the following bank accounts:

- Accounts Payable – Kleberg Bank
- Payroll – Kleberg Bank
- Cash Bond Account – Bank of South Texas

The Accounts Payable and Payroll bank accounts are sweep bank accounts which means, as checks are cleared, the CMA bank account reimburses the Accounts Payable and Payroll bank accounts resulting in a daily zero balance. The Cash Bond account is used for Municipal Court defendant transactions.

Bank Accounts at Texas Class are either part of the pooled cash system or specific to a fund. Funds are kept at Texas Class as long as possible due to the interest rates the City is receiving.

Outstanding Bond Issues

The following information provides detail on the purpose of outstanding bond issues:

Certificates of Obligation, Series 2024
\$14,335,000 Fire Equipment & New Fire Station
Funded 100% by General Fund Tax Revenue
Matures 09/30/2044

Proceeds from the sale of the Certificates shall be used for the payment of contractual obligations to be incurred in connection with the design, planning, purchasing, acquisition, construction, equipping, expansion, repair, renovation, and/or rehabilitation of certain City-owned public property, including: (1) a new fire station, (2) a new ambulance, (3) equipment for the fire department including fire trucks, and (4) payment of contractual obligations for professional services in connection therewith (to wit: consulting, engineering, financial advisory, and legal).

Certificates of Obligation, Series 2023A
\$4,625,000 General Fund Equipment
Funded 100% by General Fund
Matures 09/30/2043

Proceeds from the sale of the Certificates shall be used for (1) public works department vehicles and equipment including garbage trucks and dump trucks, and (2) paying the costs of issuance of the Certificates.

Combination Tax and Subordinate Lien Certificates of Obligation, Series 2023
\$6,100,000 Water Meter Project
Funded 100% by Utility Fund
Matures 08/01/2038

Proceeds will be used for the purpose of purchasing and acquiring certain City-owned public property, including (1) improvements to the water and sewer system including water meters and related technology, and (2) payment of contractual obligations for professional services in connection therewith (consulting, engineering, financial advisory, and legal).

Tax Notes Series 2022
\$1,850,000 Capital Outlay Purchases
Funded 35.04% by General Fund, 31.01% by Solid Waste Fund (087), & 33.95% by Utility Fund
Matures 05/01/2029

Proceeds from the sale of the Tax Notes Series will be used for the purpose of purchasing and acquiring certain City-owned public property, including (1) vehicles for various City departments, (2) trash compactor; (3) street repair equipment for the Public Works Department; (4) equipment for the Utility Department and (5) payment of contractual obligations for professional services in connection therewith (to wit: consulting, engineering, financial advisory, and legal).

Combination Tax and Subordinate Lien Revenue Certificates of Obligation, Taxable Series 2022
\$399,000 Texas Water Development Board Projects
Funded 100% by Utility Fund
Matures 08/01/2052

Proceeds from the sale of the Certificates of Obligation will be used in providing for the payment of contractual obligations to be incurred in connection with the design, planning, purchasing, acquisition, construction, equipping, expansion, repair, renovation, and/or rehabilitation of certain City-owned public property, including: (1) drainage projects; and (2) the payment of contractual obligations for professional services in connection therewith (to-wit: consulting, engineering, financial advisory, and legal).

Combination Tax and Subordinate Lien Revenue Certificates of Obligation, Taxable Series 2021
\$3,358,000 Texas Water Development Board Projects
Funded 100% by Utility Fund
Matures 09/30/2051

Proceeds from the sale of the Certificates of Obligation will be used in providing for the payment of contractual obligations to be incurred in connection with the design, planning, purchasing, acquisition, construction, equipping, expansion, repair, renovation, and/or rehabilitation of certain City-owned public property, including: (1) drainage projects; and (2) the payment of contractual obligations for professional services in connection therewith (to-wit: consulting, engineering, financial advisory, and legal).

Limited Tax Refunding Bonds Series 2021
\$3,595,000 Public Property
Refunded: Certificates of Obligation, Series 2013 - \$5,230,000
This series was refunded in May 2021.
Funded 21% by General Fund and 79% by Utility Fund
Matures 09/30/2033

Proceeds from the sale of the Certificates will be used for providing for the payment of contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, repair, renovation, and/or rehabilitation of certain City-owned public property and the payment of contractual obligations for professional services in connection with such projects.

Tax Notes Series 2021
\$1,310,000 Capital Outlay Purchases
Funded 42.38% by General Fund and 57.62% by Utility Fund
Matures 09/30/2027

Proceeds from the sale of the Tax Notes Series was used to purchase a Backhoe for the Golf Course, a Command Vehicle for the Fire Department, (4) Police Vehicles and (3) Garbage Trucks for Sanitation.

Limited Tax Refunding Bonds Series 2020
\$5,025,000 Public Improvements
Refunded: Certificates of Obligations, Series 2011 - \$10,000,000
This series was refunded in May 2020.
Funded 53.8504% by General Fund and 46.1496% by Utility Fund
Matures 09/30/2032

Proceeds from the sale of the Certificates will be used for the purpose of providing for the payment of contractual obligations to be incurred in connection with street and related drainage system repair and improvements; vehicles and equipment for police, fire, engineering, street, health, utility and public works departments; drainage improvements between Santa Gertrudis Estate and Texas A&M University-Kingsville parking lot; drainage improvements to Tranquitas Creek and Caesar Avenue ditch; water and wastewater projects for new water and wastewater lines; acquisition of land and to construct a new water well; a 500,000 gallon elevated storage tank, new south plant clarifier, rehabilitation of existing water wells, and lift station rehabilitation; improvements to and renovation of City Hall; and the payment of contractual obligations for professional services in connection with such projects.

Certificates of Obligation, Series 2016
\$6,740,000 Various Projects
Funded 100% by General Fund
Matures 09/30/2036

Proceeds from the sale of the Certificates will be used for the purpose of providing for the payment of contractual obligations to be incurred in connection with the design, planning, acquisition, construction, equipping, expansion, repair, renovation and/or rehabilitation of certain City-owned public property,

including (1) park and golf course improvements; (2) downtown revitalization improvements including streets, sidewalks, lighting, and property acquisition; (3) street repairs; (4) improvements to municipal buildings; (5) Public Works department equipment; (6) emergency department vehicles and equipment and (7) payment of contractual obligations for professional services in connection with the issuance of the Certificates.

Certificates of Obligation, Series 2014

\$9,040,000 Various Projects

Funded 100% by Utility Fund

Matures 09/30/2025

Proceeds from the sale of the Bonds will be used to refund a portion of the City's outstanding debt designated in Schedule 1 hereto (the "Refunded Obligations") to lower the overall debt service requirements of the City and to pay the costs associated with the issuance of the Bonds.

Compliance Statement

The investment portfolio of the City of Kingsville complies as it relates to the adopted Investment Policy.

SIGNATURE SECTION

The following investment committee members have received a copy of the Investment Report for the quarter ended December 31, 2025, on February 04, 2026.

Charlie Sosa, City Manager

Courtney Alvarez, City Attorney

Norma Alvarez, City Commissioner

Deborah Balli, Finance Director