

HEWITT TEXAS

CITY COUNCIL MEETING AGENDA

July 19, 2021

Budget Workshop – 6:00 PM

Regular Meeting – 7:00 PM

Hewitt City Hall, 200 PATRIOT COURT
HEWITT, TX 76643

MAYOR AND CITY COUNCIL

Steve Fortenberry – Mayor, Ward 3

Michael S. Bancalé – Mayor Pro Tem, At-Large

Charlie Turner – Council Member, Ward 1

Wilbert Wachtendorf – Council Member, Ward 1

Bill Fuller – Council Member, Ward 2

Bob Potter – Council Member, Ward 2

Erica Bruce – Council Member, Ward 3

CITY STAFF

Bo Thomas, City Manager
Michael W. Dixon, City Attorney
Miles Whitney, City Engineer

Lydia Lopez, City Secretary

Jim Devlin, Police Chief

Lee Garcia, Finance Director

Lance Bracco, Fire Chief

Waynette Ditto, Library Director

Tracy Lankford, Community Dev. Director

Kevin Reinke, Utilities Director

Scott Coleman, General Services Director

Tuck Saunders, Assistant Police Chief

Jessica Higgins, HR Manager/Civil Service Director

HEWITT TEXAS

NOTICE OF MEETING OF THE GOVERNING BODY

Notice is hereby given that a **Budget Workshop** meeting of the governing body of the City of Hewitt will be held on the **Monday, July 19, 2021, at 6:00 PM** in **Hewitt City Hall, Council Chambers, 200 Patriot Court**, Hewitt, Texas, at which time the following subjects will be discussed:

In accordance with social distancing guidelines, the City Council meeting will not be open to the public. Some council members may attend, while others may call in to participate. The meeting will be streamed live on the city's website at <https://www.cityofhewitt.com/790/Hewitt-TX-TV>.

Citizens who wish to address the Council may submit written comments on any items listed on the agenda or under the hear visitors. Complete a [Public Comment form](#) available online and submit via email to the [City Secretary](#). Comments must be received no later than **noon** on the date of the meeting.

1. Call meeting to order.
2. Presentation and discussion concerning proposed budget for FY 2021-2022.
3. Adjourn.

I, the undersigned authority, do hereby certify that the above notice of meeting of the governing body of the City of Hewitt, Texas was posted on the Public Notice Board located in front of City Hall at 11:00 AM/PM on July 14, 2021.

CITY OF HEWITT

/s/Lydia Lopez, TRMC/CMC
City Secretary

In compliance with the American with Disabilities Act, the City of Hewitt will provide reasonable accommodations for persons attending and/or participating in this Council Meeting. To better serve you, request must be made at least 24 hours prior to the meeting. Contact the City Secretary at 254.666.6171 or by fax at 254.666.6014. The building is wheelchair accessible, with handicap parking available at the front of the building.

HEWITT TEXAS

NOTICE OF MEETING OF THE GOVERNING BODY

Notice is hereby given that a **Regular** meeting of the governing body of the City of Hewitt will be held on the **Monday, July 19, 2021, at 7:00 PM** in **Hewitt City Hall, Council Chamber, 200 Patriot Court**, Hewitt, Texas, at which time the following subjects will be discussed and upon which action may be taken:

In accordance with social distancing guidelines, the City Council meeting will not be open to the public. Some council members may attend, while others may call in to participate. The meeting will be streamed live on the city's website at <https://www.cityofhewitt.com/790/Hewitt-TX-TV>.

Citizens who wish to address the Council may submit written comments on any items listed on the agenda or under the hear visitors. Complete a [Public Comment form](#) available online and submit via email to the [City Secretary](#). Comments must be received no later than **noon** on the date of the meeting.

1. Call meeting to order.
2. Pledge of Allegiance to the U.S. Flag
3. Hear visitors on matters pertaining to city business. *Under the Texas Open Meetings Act, the Council is prohibited from discussing, responding, or acting on any comments or items that have not been properly posted on the agenda.*
4. Consider approval of minutes of the Special Called Budget Workshop and Special Called Meeting of July 6, 2021.
5. Briefing and discussion concerning Financial Statements ending June 30, 2021.
6. Consideration and action on approval of Quarterly Investment Report for the quarter ending June 30, 2021.
7. Consideration and action concerning Coronavirus (COVID-19) measures, protocols, and mitigation efforts.
8. Adjourn.

I, the undersigned authority, do hereby certify that the above notice of meeting of the governing body of the City of Hewitt, Texas was posted on the Public Notice Board located in front of City Hall at 11:00 AM/PM on July 14, 2021.

CITY OF HEWITT

/s/Lydia Lopez, TRMC/CMC
City Secretary



AGENDA ITEM #3 – HEARING OF VISITORS

PROCEDURES FOR CITIZEN PARTICIPATION AT MEETINGS

Due to the public health crisis (COVID-19) and social distancing guidelines, all City Council Meetings, will not be opened to the public; however, the meetings will be streamed live on the City of Hewitt's website at <https://www.cityofhewitt.com/790/Hewitt-TX-TV>.

Citizens who wish to address the Council on any item on the agenda or under this hearing of visitors, must complete and submit the [Public Comment Form](#) via email to the [City Secretary](#) or in person at Hewitt City Hall, 200 Patriot Court by **NOON** on the day of the meeting. Your comments will be read into the record during the meeting.

Council may not comment publicly on issues raised during citizen comments that are not listed on the Agenda but may direct the City Manager to resolve or request the matter to be placed on a future agenda. Such public comments shall not include any "deliberation" as defined by Chapter 551 of the Government Code, as now or hereafter amended.

HEWITT TEXAS

COUNCIL AGENDA ITEM FORM

MEETING DATE: July 19, 2021

AGENDA ITEM #: 4

SUBMITTED BY: Lydia Lopez, City Secretary

ITEM DESCRIPTION:

Consider approval of minutes of the Special Called Budget Workshop and Special Called Meeting of July 21, 2021.

STAFF RECOMMENDATION/ITEM SUMMARY:

Attached is a draft copy of the meeting minutes. Please review and advise if any corrections are needed.

FISCAL IMPACT:

Amount Budgeted – N/A
Line Item in Budget – N/A

SUGGESTED MOTION:

I move approval of the minutes as presented but to allow for corrections.

ATTACHMENTS:

Draft minutes

HEWITT TEXAS

**MINUTES OF A CITY COUNCIL
SPECIAL CALLED BUDGET WORKSHOP
SPECIAL CALLED MEETING
HEWITT CITY HALL – 200 PATRIOT COURT
July 6, 2021 – 6:00 PM/7:00 PM**

Attendee Name	Title	Absent	Present	Arrived
Steve Fortenberry (presiding)	Mayor, Ward 3	☐	☒	
Michael S. Bancale	Mayor Pro Tem, At-Large	☒	☐	
Bill Fuller	Council Member, Ward 2	☐	☒	
Bob Potter	Council Member, Ward 2	☐	☒	
Wilbert “Walky” Wachtendorf	Council Member, Ward 1	☐	☒	
Charles D. Turner	Council Member, Ward 1	☒	☐	
Erica Bruce	Council Member, Ward 3	☒	☐	

Staff present:

City Manager Bo Thomas
City Secretary Lydia Lopez
Fire Chief Lance Bracco
Library Director Waynette Ditto
HR Manager/Civil Service Director Jessica Higgins (left at 6:59 PM)
Finance Director Lee Garcia (left at 6:59 PM)
General Services Director Scott Coleman (left at 7:29 PM)
Utilities Director Kevin Reinke (left at 7:29 PM)
City Engineer Miles Whitney

Staff absent:

Police Chief Jim Devlin
City Attorney Mike Dixon

Note: The meeting was live-streamed for view by the public on the City of Hewitt’s website at <https://www.cityofhewitt.com/790/Hewitt-TX-TV>. Citizens could submit written comments to the City Secretary.

SPECIAL CALLED BUDGET WORKSHOP – 6:00 PM

- 1. CALL MEETING TO ORDER.** Mayor Steve Fortenberry called the Workshop to order at 6:00 PM.

2. **PRESENTATION AND DISCUSSION CONCERNING PROPOSED BUDGET FOR FY 2021-2022.** City Manager Bo Thomas began presentation by providing information about revenues in the FY 2021-2022 Budget. He distributed the following handouts: Comparison of Surrounding Tax Rates for Tax Year 2020, Certified Taxable Value for Tax Years 2015-2021, Sales Tax History, and a copy of an email response to an inquiry from Mayor Pro Tem Michael Bancale concerning the total costs of salary adjustments. Mr. Thomas further highlighted key facts regarding the contents of FY 2021-2022 Proposed Budget. General discussion concerning sales tax revenues, funding and completion of street projects - Spring Valley, police recruitment and reimbursement of Academy training cost.
3. **ADJOURN.**
MOTION TO ADJOURN WORKSHOP
MOTION: Council Member Bill Fuller moved to adjourn the Workshop at 6:59 PM.
SECOND: Council Member Bob Potter
AYES: Fuller, Potter, Wachtendorf, and Fortenberry,
NAYES: None
ABSENT: Bruce, Bancale, and Turner
MOTION PASSED.

SPECIAL CALLED MEETING – 7:01 PM

1. **CALL MEETING TO ORDER.** Mayor Steve Fortenberry called the meeting to order at 7:01 PM. Mayor Fortenberry noted that all members of the Council were present with the exception of Council Members Erica Bruce, Charlie Turner, and Mayor Pro Tem Michael Bancale.
2. **PLEDGE OF ALLEGIANCE TO THE U.S. FLAG.** Mayor Steve Fortenberry led the Pledge of Allegiance.
3. **HEAR VISITORS ON MATTERS PERTAINING TO CITY BUSINESS.** Under the Texas Open Meetings Act, the Council is prohibited from discussing, responding, or, acting on any comments or items that have not been properly posted on the agenda. **NOTE:** The public was offered the opportunity to submit written comments on items listed on the agenda or under the hear visitors. Mayor Steve Fortenberry read into the record the following public comment received by Denny Lessman, 920 Cheyenne Trail, Hewitt, TX 76643. “I express my concerns regarding behavior at Hewitt City Park. The shooting last week was a culmination of events that have been degrading for the past several years, namely the profanity and inappropriate behavior at the park which is mostly at the basketball court.

I have lived next to the park for 19 years. I have regularly used the park for recreation and taking walks. Over the past several years it has become more common for profanity and vulgarity to be used at the basketball courts. On several occasions I contacted Hewitt PD regarding this behavior. I feel that the police department’s response at the time was appropriate.

It simply takes the enjoyment out of taking walks or using the park to have to hear the profanity and vulgarity. And, I have found myself not walking at the park anymore. We should not have our enjoyment ruined by profanity, vulgarity, and other inappropriate behavior. We should not have to confront individuals in order to enjoy my walk and we should not have to call the police.

I have three recommendations to help address this problem.

1. Post a new sign of prohibited activity and include the appropriate provisions of the disorderly conduct statute (Penal Code Sec. 42.01 (a) 1-11)
2. Install lighting at the front of the park: sidewalk entrance by the benches, basketball court, and walking track.
3. Increase police patrols through the park and have the police actively listen and look for inappropriate language and behavior.

I would gladly agree to talk more on this and/or help serve to address this problem. Just let me know. Thanks.”

City Secretary noted no other public comment forms were submitted.

4. CONSIDER APPROVAL OF MINUTES OF THE CITY COUNCIL REGULAR MEETING OF JUNE 21, 2021.

MOTION: Council Member Bob Potter moved approval of the minutes as presented but to allow for corrections.

SECOND: Council Member Bill Fuller

AYES: Fuller, Potter, Wachtendorf, and Fortenberry

NAYES: None

ABSENT: Bancale, Bruce, and Turner

MOTION PASSED.

5. PRESENTATION OF REPORT FROM CITY ENGINEER MILES WHITNEY, P.E.

- Update on pending utility projects.
- Update on pending street projects.
- Update on pending drainage projects.

6. BRIEFING AND DISCUSSION CONCERNING A 3.3% RATE INCREASE BY REPUBLIC SERVICES IN ACCORDANCE WITH THE TERMS OF THE TRASH AND RECYCLING CONTRACT. City Manager Bo Thomas presented the 3.3% rate increase adjustment which is tied to the Consumer Price Index for All Urban Consumers (Water, Sewer and Trash Collection Services) and announced the effective date of July 1, 2021. Mr. Thomas further stated that the contract allows for an annual rate adjustment and this item was brought before Council for informational purposes only. **No action required.**

7. CONSIDERATION AND ACTION ON RESOLUTION NO. 2021-03; A RESOLUTION OF CANDIDATE NOMINATION FOR THE MCLENNAN COUNTY APPRAISAL DISTRICT BOARD OF DIRECTORS FOR THE REMAINING 2020-2021 TERM. City Manager Bo Thomas presented. No member of the Council expressed a desire for their name to be submitted as a candidate. **No action taken on this item.**

8. **CONSIDERATION AND ACTION ON ORDINANCE NO. 2021-11; ESTABLISHING A BOARD OF ADJUSTMENT.** City Manager Bo Thomas presented.
MOTION: Council Member Bill Fuller moved to approve **Ordinance No. 2021-11;** establishing a Board of Adjustment.
SECOND: Council Member Bob Potter
AYES: Fuller, Potter, Wachtendorf, and Fortenberry
NAYES: None
ABSENT: Bancale, Bruce, and Turner
MOTION PASSED.

9. **BRIEFING AND DISCUSSION CONCERNING COUNCIL BOARDS, COMMITTEES, AND COMMISSIONS.** City Manager Bo Thomas presented current vacancies on the Planning & Zoning Commission and on the Board of Adjustment. He asked Council to submit information on any prospective applicants. **No action taken.**

10. **CONSIDERATION AND ACTION CONCERNING CORONAVIRUS (COVID-19) MEASURES, PROTOCOLS, AND MITIGATION EFFORTS.** City Manager Bo Thomas informed the Council that staff had set up the Council Chambers to accommodate attendance from the public with an overflow area in the Workshop Room with a live feed for viewing the meeting should the Council desire to open meetings back up to the public. He further informed the Council of an email received from City Attorney Mike Dixon concerning action by Governor Abbott's Office lifting the Open Meetings Act Suspension at 12:01 a.m. on September 1, 2021. Mr. Thomas also offered to move the full Council to the dais and/or add acrylic dividers between positions on the dais to offer more space for the public. General discussion was held concerning the need to have a full Council to take any action. **No action was taken.**

Mayor Steve Fortenberry recessed the Special Called Meeting to convene to the following Executive Session at 7:29 PM.

11. **EXECUTIVE SESSION:** Notice is hereby given that a closed meeting will be held pursuant to Section 551.072 of the Government Code (V.T.C.A.) so that the Council may deliberate the purchase, exchange, lease, or value of real property.
- Chapel Road Plant (Plant #3)
 - FM Hwy 2837 Plant (Plant #4)

Mayor Steve Fortenberry reconvened the Special Called Meeting at 8:11 PM.

12. **ADJOURN.**
MOTION: Council Member Bill Fuller moved to adjourn the Regular Meeting at 8:11 PM.
SECOND: Council Member Bob Potter
AYES: Fuller, Potter, Wachtendorf, and Fortenberry
NAYES: None
ABSENT: Bancale, Bruce, and Turner
MOTION PASSED.

Approved: _____

ATTEST:

Lydia Lopez, City Secretary

Steve Fortenberry, Mayor

HEWITT TEXAS

COUNCIL AGENDA ITEM FORM

MEETING DATE: July 19, 2021

AGENDA ITEM #: 5

SUBMITTED BY: Lee Garcia, Finance Director

ITEM DESCRIPTION:

Briefing and discussion concerning Financial Statements ending June 30, 2021.

STAFF RECOMMENDATION/ITEM SUMMARY:

The financial statements ending June 30, 2021 were sent electronically to city council on July 8, 2021. This is an opportunity for the council to ask any questions or make comments.

FISCAL IMPACT:

Amount Budgeted – N/A
Line Item in Budget – N/A

SUGGESTED MOTION:

No action required.

ATTACHMENTS:

None.



COUNCIL AGENDA ITEM FORM

MEETING DATE: July 19, 2021

AGENDA ITEM #: 6

SUBMITTED BY: Lee Garcia, Finance Director

ITEM DESCRIPTION:

Consideration and action on approval of Quarterly Investment Report for the quarter ending June 30, 2021.

STAFF RECOMMENDATION/ITEM SUMMARY:

The City's Investment policy, Section XI. Reporting (PFIA 2256.023) requires the preparation of a quarterly report for the City Council. Please see the following Investment Report for the quarter ending June 30, 2021.

FISCAL IMPACT:

Amount Budgeted – n/a
Line Item in Budget – n/a

SUGGESTED MOTION:

I move approval of the Quarterly Investment Report as of June 30, 2021.

ATTACHMENTS:

Quarterly Investment Report

City of Hewitt

QUARTERLY INVESTMENT REPORT

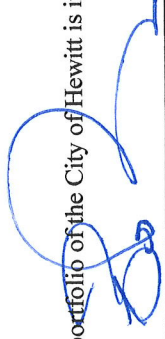
For the Quarter Ended

June 30, 2021

Prepared by

Valley View Consulting, L.L.C.

The investment portfolio of the City of Hewitt is in compliance with the Public Funds Investment Act and the Investment Policy and its incorporated strategies.



City Manager



Finance Director

Accountant

Disclaimer: These reports were compiled using information provided by the City. 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.

Summary

Quarter End Results by Investment Category:

Asset Type	March 31, 2021		June 30, 2021		Ave. Yield
	Book Value	Market Value	Book Value	Market Value	
Pools/DDA/MMA	\$ 17,949,762	\$ 17,949,762	\$ 14,234,330	\$ 14,234,330	0.43%
Securities/CDS	3,739,366	3,739,366	3,754,326	3,754,326	1.43%
Totals	\$ 21,689,128	\$ 21,689,128	\$ 17,988,656	\$ 17,988,656	0.64%

Current Quarter Average Yield (1)

Total Portfolio	0.64%
Rolling Three Month Treasury	0.02%
Rolling Six Month Treasury	0.06%
TexPool	0.01%

Fiscal Year-to-Date Average Yield (2)

Total Portfolio	0.69%
Rolling Three Month Treasury	0.06%
Rolling Six Month Treasury	0.09%
TexPool	0.04%

Interest Earnings (Approximate)

Quarterly Interest Income	\$ 34,652
Fiscal Year-to-date Interest Income	\$ 103,462

(1) **Current Quarter Average Yield** - calculated using quarter end report yields and adjusted book values; does not reflect a total return analysis, realized or unrealized gains/losses, or account for advisory fees. The yield for the reporting month is used for bank, pool, and money market balances.

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

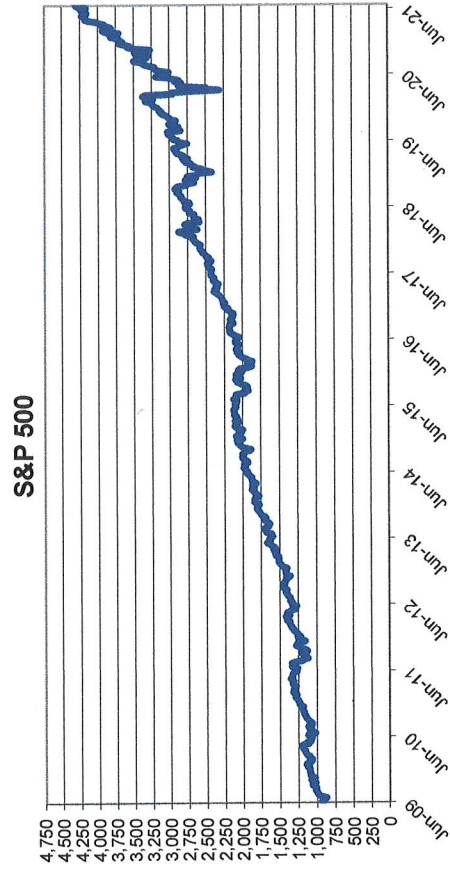
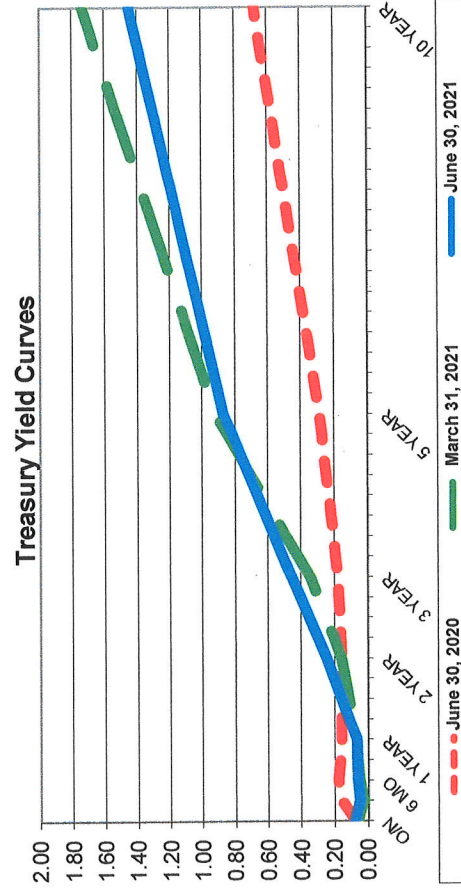
Portfolio Holdings
Group By: Issuer
As of 6/30/2021

Asset Class	Amount	Portfolio Name	Maturity Date
ALLIANCE BANK			
10-124 AB 90 Day Reserve	936,836.61	007 GF 90 Day Reserve	4/15/2022
10-132 AB 90 Day Res	943,378.02	007 GF 90 Day Reserve	7/19/2021
20-166 AB Debt	1,048,197.82	013 UF Self-Supt Debt	7/19/2021
20-272 UF Oper Res AB	825,913.58	014 UF 90 Day Reserve	4/19/2022
	3,754,326.03		
Cash on Hand			
None	700.00	001 GF Operating	
None	1,300.00	010 Utility Fund Operating	
	2,000.00		
Independent Bank			
09-120 Child Safety Fund	113,721.38	Child Safety Fund 09	
10-115 GF-Oper FY 2021	1,404,858.00	001 GF Operating	
10-120 GF-Operating	713,410.34	001 GF Operating	
10-121 IB GF Oper Funds	1,667,436.00	001 GF Operating	
10-125 GF 90 Day Reserve	140,433.41	007 GF 90 Day Reserve	
10-130 GF-I&S	350,018.29	006 GF Tax I&S	
10-135 GF-Street Res	814.43	003 GF Street Reserve	
10-138 PEG Acct	414,705.37	008 PEG Account	
10-140 Payroll	1,239.43	004 Payroll Acct	
10-160 HHIT	652.14	005 HHIT	
12-120 DF Oper	290,414.87	015 Drainage Fund	
15-120 St Cap Oper	12,107.17	050 GF Capital Projects	
18-120 2017 Bond Fund	1,419,955.69	054 2017 Bond Fund	
20-120 UF-Operating	481,368.56	010 Utility Fund Operating	
20-120 UF-Operating	2,000,000.00	010 Utility Fund Operating	
20-122 UF-Oper Res IB	472,762.31	014 UF 90 Day Reserve	
20-138 UF-Debt	11,206.89	013 UF Self-Supt Debt	
20-140 UF-Deposits	520,820.45	012 UF Water Deposits	
25-120 UF Cap Oper	595,045.29	070 UF Capital Projects	
40-120 Hotel Fund Oper	118,041.23	016 Hotel Fund	
	10,729,011.25		
Southside Bank			
10-265 GF-St Res-SSB	216,647.24	003 GF Street Reserve	
10-266 GF-Oper-SSB	1,014,820.04	001 GF Operating	
10-267 GF-I&S-SSB	489,303.29	006 GF Tax I&S	
20-265 UF Oper-SSB	959,234.38	010 Utility Fund Operating	
20-266 UF Debt-SSB	317,365.49	013 UF Self-Supt Debt	
20-267 UF Equip-SSB	232,976.85	011 UF Equipment Res	
	3,230,347.29		
TexPool			
10-200 GF-Reserve-Txpl	88,334.34	001 GF Operating	
10-201 GF-St Res-Txpl	11,151.15	003 GF Street Reserve	
10-203 GF-I&S-Txpl	1,840.85	006 GF Tax I&S	
15-200 St Cap-Txpl	12,961.72	050 GF Capital Projects	
20-200 UF Oper-Txpl	23,417.46	010 Utility Fund Operating	
20-201 UF Dep-Txpl	1,629.35	012 UF Water Deposits	
20-203 UF Equip-Txpl	5,550.09	011 UF Equipment Res	
20-204 UF Debt-Txpl	117,731.67	013 UF Self-Supt Debt	
25-200 UF Cap-Txpl	10,354.85	070 UF Capital Projects	
	272,971.48		
	17,988,656.05		

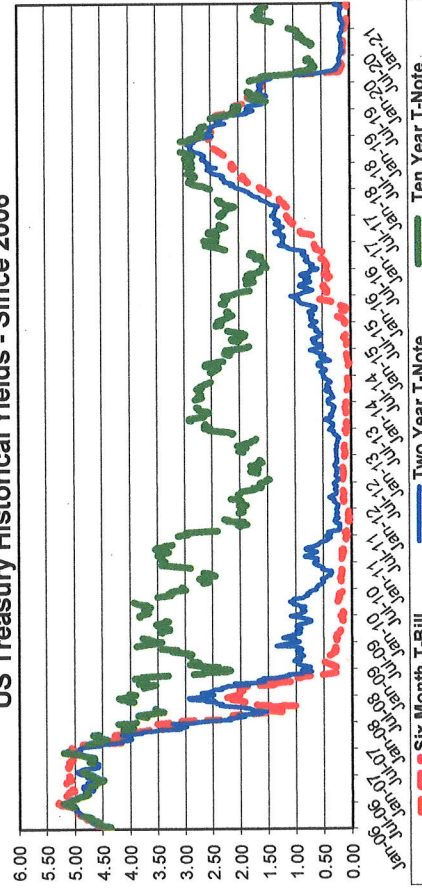
Economic Overview

6/30/2021

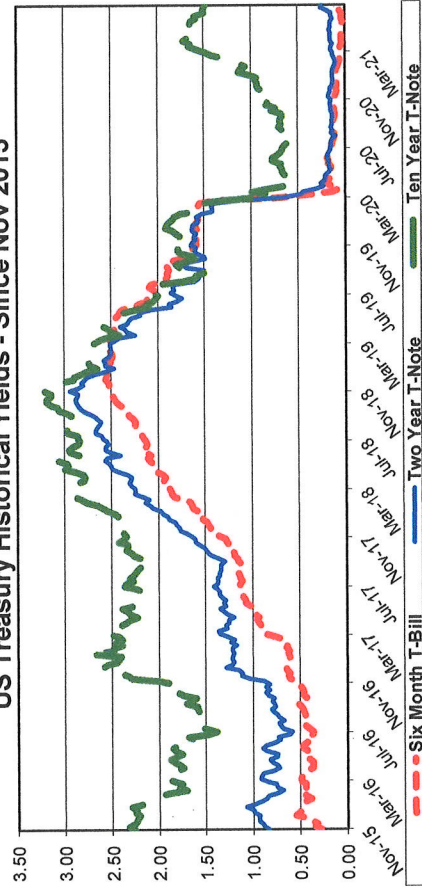
The Federal Open Market Committee (FOMC) maintained the Fed Funds target range at 0.00% to 0.25% (Effective Fed Funds are trading <0.10%), and projects that reduced rates could remain into 2023. First Quarter GDP posted +6.4% (Final). In June, Payrolls added 850k and Unemployment (U2) rose slightly to 5.9%. Crude oil traded up to +/- \$75 per barrel. The Stock Markets reached new highs. Housing, Industrial Production, Durable Goods, Consumer Spending, and other indicators moderated and showed signs of strain. The Biden administration and Congress continue to negotiate an infrastructure package. Inflation surged over the FOMC 2+% target, but is considered to be temporary. The Yield Curve "humped" slightly in the two-to-three year maturity sector while the long end fell.



US Treasury Historical Yields - Since 2006



US Treasury Historical Yields - Since Nov 2015



Portfolio Holdings
Group By: Portfolio Name
As of 6/30/2021

Description	Rate	Amount	Maturity Date	Days To Maturity
GF Unrestricted				
Independent Bank MM	0.550	1,667,436.00		
Southside Bank MM	0.060	1,014,820.04		
		2,682,256.04		
GF Operating				
Cash on Hand Cash	0.000	700.00	Cash	
Independent Bank MM	0.550	713,410.34	Operating Funds-Daily	
Independent Bank MM	0.550	1,404,858.00	Operating Funds-July to Oct	
Independent Bank MM	0.550	1,239.43	Payroll	
Independent Bank MM	0.550	652.14	HHIT	
		2,120,859.91		
GF Street Reserve				
Independent Bank MM	0.550	814.43		
Southside Bank MM	0.060	216,647.24		
TexPool LGIP	0.013	11,151.15		
		228,612.82		
GF Tax I&S				
Independent Bank MM	0.550	350,018.29		
Southside Bank MM	0.060	489,303.29		
TexPool LGIP	0.013	1,840.85		
		841,162.43	Req'd Reserves=\$559,796	
GF 90 Day Reserve				
ALLIANCE BANK 0.25 4/15/2022	0.250	936,836.61	4/15/2022	289
ALLIANCE BANK 2.45 7/19/2021	2.450	943,378.02	7/19/2021	19
Independent Bank MM	0.550	140,433.41		
TexPool LGIP	0.013	88,334.34		
		2,108,982.38	Req'd Reserves=\$2,084,669	
PEG Account				
Independent Bank MM	0.550	414,705.37		
		414,705.37		
Total General Fund Portfolio		8,396,578.95		
Child Safety Fees Fund				
Independent Bank MM	0.550	113,721.38		
Hotel Fund				
Independent Bank MM	0.550	118,041.23		
GF Capital Projects				
Independent Bank MM	0.550	12,107.17		
TexPool LGIP	0.013	12,961.72		
		25,068.89		
2017 Bond Fund				
Independent Bank MM	0.550	1,419,955.69		
Southside Bank MM	0.060	959,234.38		

UF Unrestricted				
Independent Bank MM	0.550	2,000,000.00		
Southside Bank MM	0.060	959,234.38		
		2,959,234.38		
Utility Fund Operating				
Cash on Hand Cash	0.000	1,300.00	Cash	
Independent Bank MM	0.550	481,368.56	Operating Funds-Daily	
TexPool LGIP	0.013	23,417.46		
		506,086.02		
UF Equipment Res				
Southside Bank MM	0.060	232,976.85		
TexPool LGIP	0.013	5,550.09		
		238,526.94		
UF Water Deposits				
Independent Bank MM	0.550	520,820.45		
TexPool LGIP	0.013	1,629.35		
		522,449.80		
UF Self-Supt Debt				
ALLIANCE BANK 2.45 7/19/2021	2.450	1,048,197.82	7/19/2021	19
Independent Bank MM	0.550	11,206.89		
Southside Bank MM	0.060	317,365.49		
TexPool LGIP	0.013	117,731.67		
		1,494,501.87	Req'd Reserves=\$545,657	
UF 90 Day Reserve				
ALLIANCE BANK 0.25 4/19/2022	0.250	825,913.58	4/19/2022	293
Independent Bank MM	0.550	472,762.31		
		1,298,675.89	Req'd Reserves=\$1,246,632	
Total Utility Fund Portfolio		7,019,474.90		
Drainage Fund				
Independent Bank MM	0.550	290,414.87		
UF Capital Projects				
Independent Bank MM	0.550	595,045.29		
TexPool LGIP	0.013	10,354.85		
		605,400.14		
Total Portfolio	0.635	17,988,656.05		

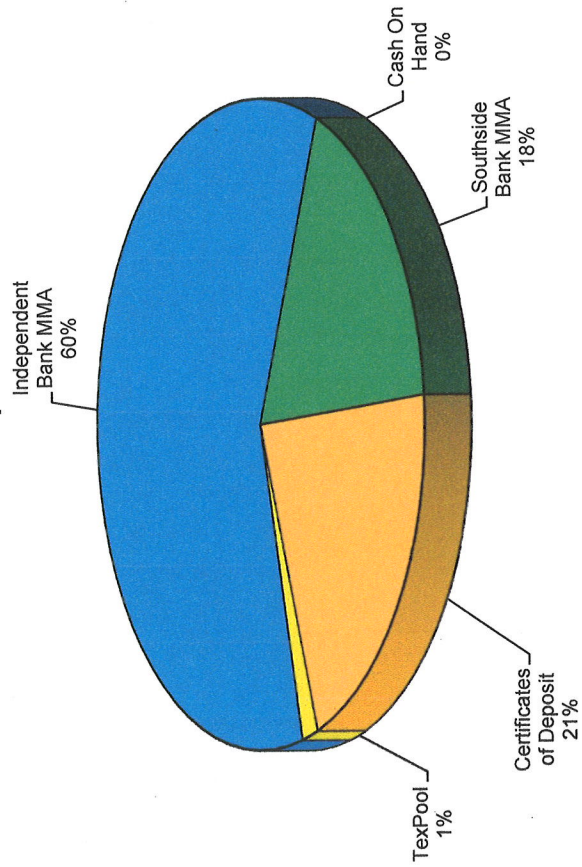
Investment Holdings
June 30, 2021

Description	Ratings	Coupon/ Discount	Maturity Date	Settlement Date	Par Value	Book Value	Market Price	Market Value	Life (days)	Yield
Cash on Hand		0.00%	07/01/21	06/30/21	\$ 2,000	\$ 2,000	1.00	\$ 2,000	1	0.00%
Independent Bank - MMA		0.55%	07/01/21	06/30/21	10,729,011	10,729,011	1.00	10,729,011	1	0.55%
Southside Bank - MMA		0.06%	07/01/21	06/30/21	3,230,347	3,230,347	1.00	3,230,347	1	0.06%
TexPool	AAA/m	0.01%	07/01/21	06/30/21	272,971	272,971	1.00	272,971	1	0.01%
Alliance Bank CD		2.45%	7/19/2021	07/19/19	1,991,576	1,991,576	100.00	1,991,576	19	2.47%
Alliance Bank CD		0.25%	4/15/2022	04/15/21	936,837	936,837	100.00	936,837	289	0.25%
Alliance Bank CD		0.25%	4/19/2022	04/19/21	825,914	825,914	100.00	825,914	293	0.25%
Total					\$ 17,988,656	\$ 17,988,656		\$ 17,988,656	31	0.64%
									(1)	(2)

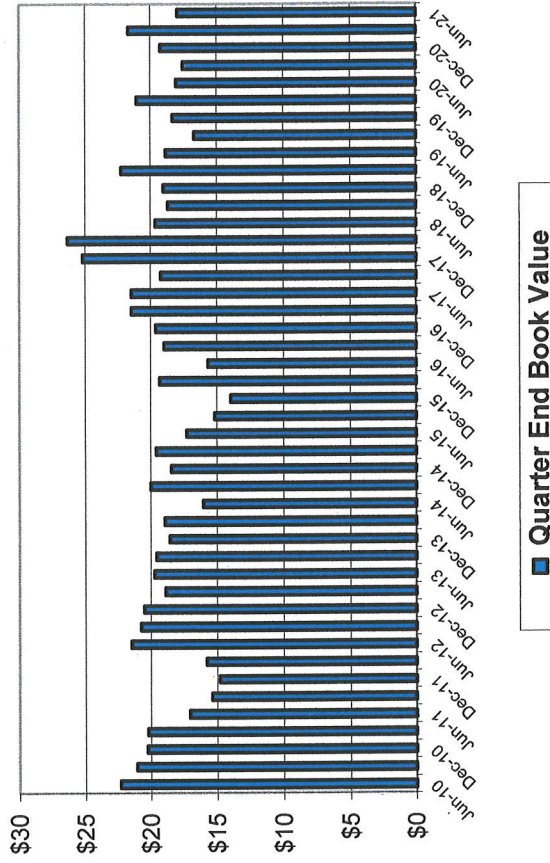
(1) **Weighted average life** - For purposes of calculating weighted average life, cash equivalent investments are assumed to have a one day maturity.

(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 pool, and bank account investments.

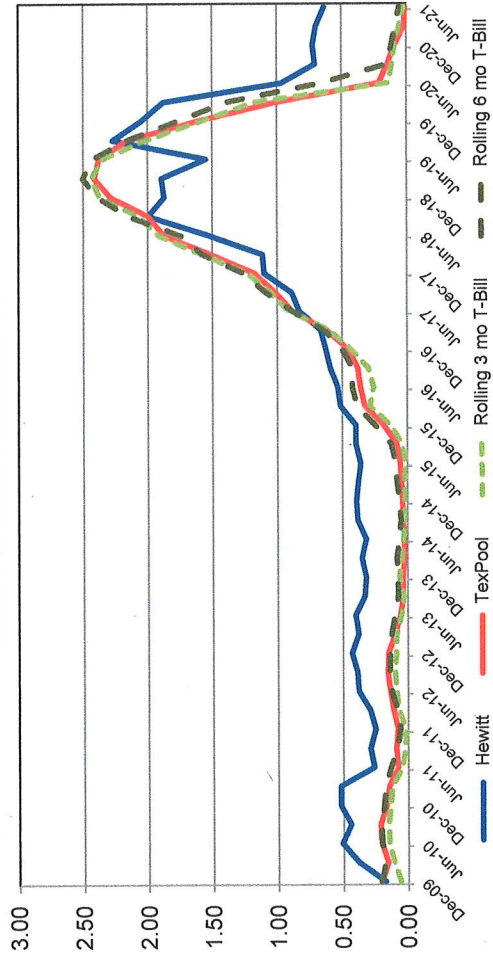
Portfolio Composition



Total Portfolio (Millions)



Total Portfolio Performance



Book & Market Value Comparison

Issuer/Description	Yield	Maturity Date	Book Value 03/31/21	Increases	Decreases	Book Value 06/30/21	Market Value 03/31/21	Change in Market Value	Market Value 06/30/21
Cash on Hand	0.00%	07/01/21	\$ 2,000	\$ -	\$ -	\$ 2,000	\$ 2,000	\$ -	\$ 2,000
Independent Bank - MMA	0.55%	07/01/21	14,444,955	-	(3,715,944)	10,729,011	14,444,955	(3,715,944)	10,729,011
Southside Bank - MMA	0.06%	07/01/21	3,229,843	505	-	3,230,347	3,229,843	505	3,230,347
TexPool	0.01%	07/01/21	272,964	7	-	272,971	272,964	7	272,971
Alliance Bank CD	1.12%	04/14/21	935,422	-	(935,422)	-	935,422	(935,422)	-
Alliance Bank CD	1.12%	04/19/21	824,616	-	(824,616)	-	824,616	(824,616)	-
Alliance Bank CD	2.47%	7/19/2021	1,979,328	12,248	-	1,991,576	1,979,328	12,248	1,991,576
Alliance Bank CD	0.25%	4/15/2022	-	936,837	-	936,837	-	936,837	936,837
Alliance Bank CD	0.25%	4/19/2022	-	825,914	-	825,914	-	825,914	825,914
TOTAL / AVERAGE	0.64%		\$ 21,689,128	\$ 1,775,510	\$ (5,475,982)	\$ 17,988,656	\$ 21,689,128	\$ (3,700,472)	\$ 17,988,656

Allocation By Fund

June 30, 2021

Book and Market Value	Cash on Hand	Independent		Southside		07/19/21 –		04/15/22 –		04/19/22 –		Total
		Cash on Hand	Bank - MMA (0.55%)	TexPool (0.013%)	Bank - MMA (0.06%)	Alliance Bank (2.45%)	Alliance Bank (0.25%)	Alliance Bank (0.25%)	Alliance Bank (0.25%)	Alliance Bank (0.25%)	Alliance Bank (0.25%)	
GF Operating	\$ 700	\$ 3,785,704	\$ 88,334	\$ 1,014,820	\$	\$	\$	\$	\$	\$	\$	4,889,559
GF Street Reserve	–	814	11,151	216,647	–	–	–	–	–	–	–	228,613
GF Tax I&S	–	350,018	1,841	489,303	–	–	–	–	–	–	–	841,162
GF 90 Day Reserves	–	140,433	–	–	–	943,378	–	936,837	–	–	–	2,020,648
PEG Account	–	414,705	–	–	–	–	–	–	–	–	–	414,705
Street Capital	–	12,107	12,962	–	–	–	–	–	–	–	–	25,069
Hotel Fund	–	118,041	–	–	–	–	–	–	–	–	–	118,041
HHIT	–	652	–	–	–	–	–	–	–	–	–	652
Drainage Fund	–	290,415	–	–	–	–	–	–	–	–	–	290,415
Payroll Account	–	1,239	–	–	–	–	–	–	–	–	–	1,239
UF Operating	1,300	2,481,369	23,417	959,234	–	–	–	–	–	–	–	3,465,320
UF Deposits	–	520,820	1,629	–	–	–	–	–	–	–	–	522,450
UF Self-Supporting	–	11,207	117,732	317,365	–	1,048,198	–	–	–	–	–	1,494,502
UF 90-Day Reserves	–	472,762	–	–	–	–	825,914	–	–	–	–	1,298,676
UF Equipment	–	–	5,550	232,977	–	–	–	–	–	–	–	238,527
UF Capital (2016 Bonds)	–	595,045	10,355	–	–	–	–	–	–	–	–	605,400
2017 Bond Funds	–	1,419,956	–	–	–	–	–	–	–	–	–	1,419,956
Child Safety Fees	–	113,721	–	–	–	–	–	–	–	–	–	113,721
Totals	\$ 2,000	\$ 10,729,011	\$ 272,971	\$ 3,230,347	\$ 1,991,576	\$ 936,837	\$ 825,914	\$ 17,988,656				

Allocation By Fund
March 31, 2021

Book and Market Value	Cash on Hand	Independent Bank - MMA (0.55%)	TexPool (0.019%)	Southside Bank - MMA (0.10%)	04/14/21 - Alliance Bank (1.1%)	04/19/21 - Alliance Bank (1.1%)	07/19/21 - Alliance Bank (2.45%)	Total
GF Operating	\$ 700	\$ 4,298,353	\$ 88,332	\$ 1,014,662	\$ -	\$ -	\$ -	5,402,046
GF Street Reserve	-	813	11,151	216,613	-	-	-	228,578
GF Tax I&S	-	1,858,422	1,841	489,227	-	-	-	2,349,489
GF 90 Day Reserves	-	140,241	-	-	935,422	-	937,576	2,013,240
PEG Account	-	405,712	-	-	-	-	-	405,712
Street Capital	-	94,941	12,961	-	-	-	-	107,902
Hotel Fund	-	123,809	-	-	-	-	-	123,809
HHIT	-	649	-	-	-	-	-	649
Drainage Fund	-	308,043	-	-	-	-	-	308,043
Payroll Account	-	1,210	-	-	-	-	-	1,210
UF Operating	1,300	2,928,863	23,417	959,085	-	-	-	3,912,664
UF Deposits	-	510,577	1,629	-	-	-	-	512,206
UF Self-Supporting	-	556,786	117,728	317,316	-	-	1,041,751	2,033,581
UF 90-Day Reserves	-	472,115	-	-	-	824,616	-	1,296,731
UF Equipment	-	-	5,550	232,940	-	-	-	238,491
UF Capital (2016 Bonds)	-	894,325	10,355	-	-	-	-	904,680
2017 Bond Funds	-	1,850,097	-	-	-	-	-	1,850,097
Totals	\$ 2,000	\$ 14,444,955	\$ 272,964	\$ 3,229,843	\$ 935,422	\$ 824,616	\$ 1,979,328	\$ 21,689,128