



Finance Committee Meeting

Thursday, May 22, 2025 at 4:05 PM

In Person & Videoconference - Administration Building - 1100 Cherry Street - Freeport

This meeting agenda with the agenda packet is posted online at www.portfreeport.com

The meeting will be conducted pursuant to Section 551.127 of the Texas Government Code titled "Videoconference Call." A quorum of the Finance Committee, including the presiding officer, will be present at the Commissioner Meeting Room located at 1100 Cherry Street, Freeport, Texas. The public will be permitted to attend the meeting in person or by videoconference.

Join Zoom Meeting

<https://us02web.zoom.us/j/86558954490?pwd=afaVuJloYdXVda2Tt5lKWtZHjOtFK6.1>

Meeting ID: 865 5895 4490

Passcode: 154891

Dial by your location

• +1 346 248 7799 US (Houston)

Meeting ID: 865 5895 4490

Find your local number: <https://us02web.zoom.us/u/kezFAgea5>

- 1. Committee Members: Giesecke (Chairman), Croft, Kincannon**
- 2. CONVENE OPEN SESSION in accordance with Texas Government Code Section 551.001, et. seq., to review and consider the following:**
- 3. Roll Call.**
- 4. Public Comment.**

Public comment on any matter not on this Agenda will be limited to 5 minutes per participant and can be completed in person or by video conference.
- 5. Public Testimony.**

Public testimony on any item on this Agenda will be limited to 5 minutes per agenda item to be addressed per participant and can be completed in person or by videoconference. The participant shall identify in advance the specific agenda item or items to be addressed.

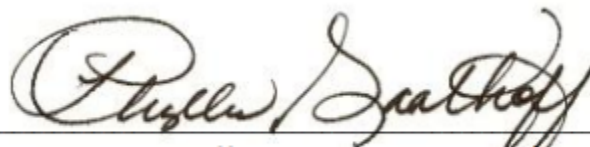
6. **Review of quarterly investment reports, portfolio allocation and investment strategies.**
7. **Discussion regarding receipt of IRS notice of examination of Senior Lien Revenue Bonds, Series 2019B.**
8. **Discussion regarding General Rate Adjustment to Port Freeport Tariff No. 005.**
9. **EXECUTIVE SESSION in accordance with Subchapter D of the Open Meetings Act, Texas Government Code Section 551.001, et. seq., to review and consider the following:**
 - A. Under authority of Section 551.072 (Deliberation of Real Property Matters) for discussion regarding:
 1. The potential lease or value of real property located at Port Freeport, including but not limited to Parcel 1.
 2. The potential exchange, lease or value of real property located at Port Freeport, including but not limited to Parcels 5, 6, 7, 14, 19, 25 and 38.

10. RECONVENE OPEN SESSION:

11. Adjourn.

The Committee does not anticipate going into a closed session under Chapter 551 of the Texas Government Code at this meeting for any other items on the agenda, however, if necessary, the Committee may go into a closed session as permitted by law regarding any item on the agenda.

With this posted notice, Port Commissioners have been provided certain background information on the above listed agenda items. Copies of this information can be obtained by the public at the Port Administrative offices at 1100 Cherry Street, Freeport, TX.



Phyllis Saathoff, Executive Director/CEO

PORT FREEPORT

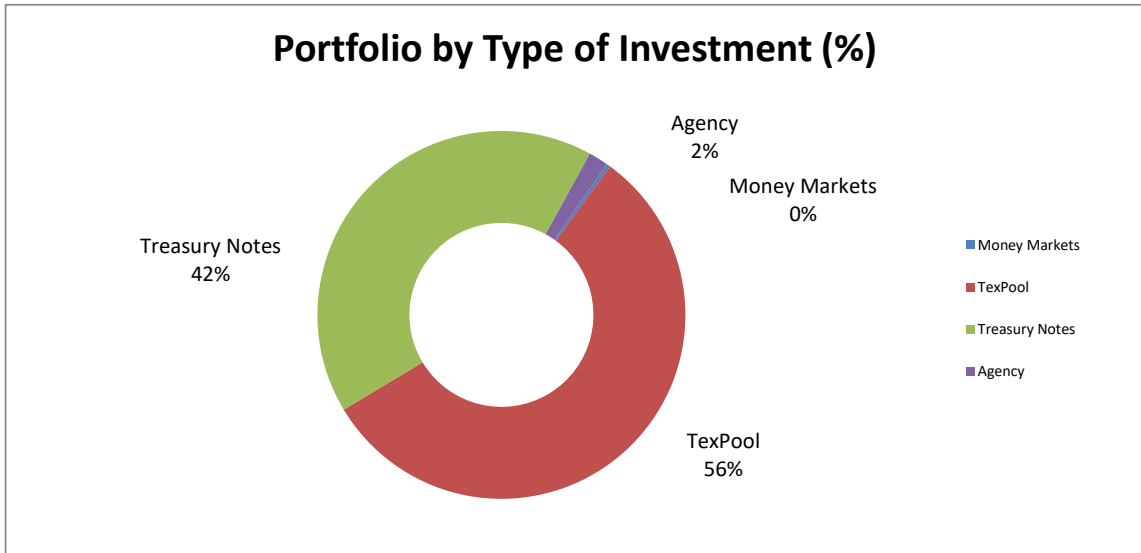
Participation is welcomed without regard to race, color, religion, sex, age, national origin, disability or family status. In accordance with Title II of the Americans with Disabilities Act and Section 504 of the Rehabilitation Act, persons with disabilities needing reasonable accommodations to participate in this proceeding, or those requiring language assistance (free of charge) should contact the Executive Assistant no later than forty-eight (48) hours prior to the meeting, at (979) 233-2667, ext. 4326, email: bevers@portfreeport.com.

La participación es bienvenida sin distinción de raza, color, religión, sexo, edad, origen nacional, discapacidad o situación familiar. De acuerdo con el Título II de la Ley de Estadounidenses con Discapacidades y la Sección 504 de la Ley de Rehabilitación, las personas con discapacidades que necesiten adaptaciones razonables para participar en este procedimiento, o aquellas que requieran asistencia lingüística (sin cargo), deben comunicarse con el Asistente Ejecutivo a más tardar cuarenta -ocho (48) horas antes de la reunión, al (979) 233-2667, ext. 4326, correo electrónico: bevers@portfreeport.com.

Port Freeport
 Finance Committee Investment Review

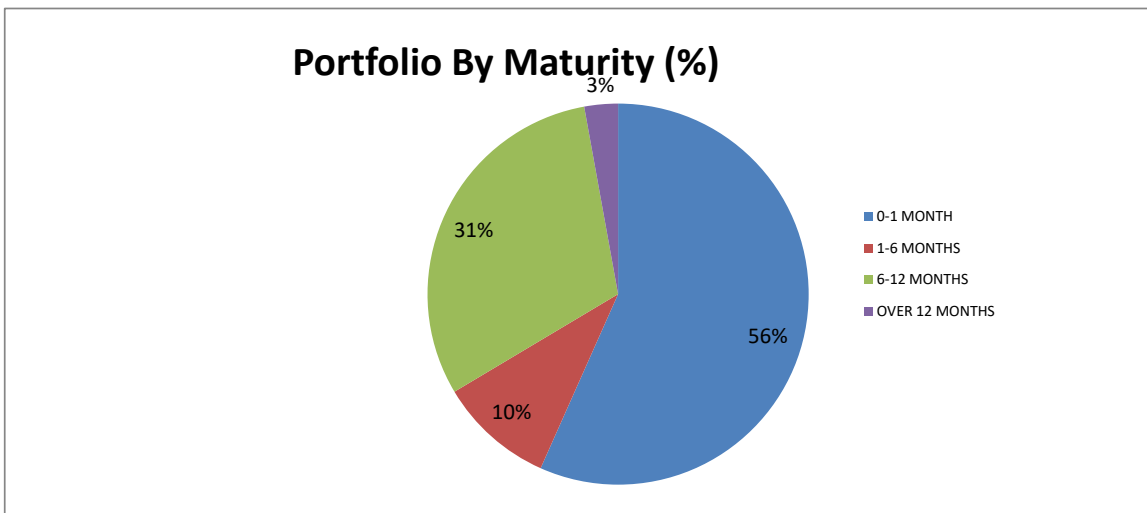
Portfolio position as of 3/31/25

Money Markets	\$ 413,733	0.4%
TexPool	\$ 72,144,737	56.3%
Treasury Notes	\$ 53,267,000	41.6%
Agency	\$ 2,225,000	1.7%
TOTAL	\$ 128,050,470	



4/1/2025-6/30/2025

\$ 12,517,000



Port Freeport
Finance Committee Investment Review

	<u>Unrestricted:</u>	<u>Restricted:</u>
Current Cash & Money Market:		
Cash & MM accounts	\$ 9,058,015	406,697
Texpool	11,374,406	60,770,331
Maturing in next 90 days:		
Apr-25		1,007,000
May-25		
Jun-25	<u>10,450,000</u>	<u>1,060,000</u>
Total Funds Available	<u>\$ 30,882,421</u>	<u>\$ 63,244,028</u>

Estimated Cash Flow For Next Quarter

Estimated Revenues	\$ 14,624,327	\$ -
Estimated expenses	\$ (6,864,590)	
Debt Service		(9,851,118)
2024 Revenue Bond		-
Port Improvement Projects, estimated	<u>(9,280,250)</u>	<u>-</u>
Total Cash Flow	<u>\$ (1,520,513)</u>	<u>\$ (9,851,118)</u>

Excess (Shortfall) Cash Available for Investment \$ 29,361,908 \$ 53,392,910

Recommendation for excess cash- subject to market conditions:

Investments:			
Cash & MM accounts	9,058,015	406,697	
Texpool	9,853,893	-	
3 month investment	10,450,000	2,067,000	
6-12 month investment	-	50,919,213	Agencies,Treasuries, Municipal or CD's ☒
12-18 month investment	-	-	Agencies,Treasuries, Municipal or CD's ☒
18 month investment	-	-	Agencies,Treasuries, Municipal or CD's ☒
24 month investment	-	-	Agencies,Treasuries, Municipal or CD's ☒
36 month investment	-	-	Agencies,Treasuries, Municipal or CD's ☒
60 month investment	-	-	Agencies,Treasuries, Municipal or CD's ☒
Total investment recommendations	<u>\$ 29,361,908</u>	<u>\$ 53,392,910</u>	

☒ Subject to Market Conditions/Interest Rate Conditions and Evaluated Daily.
Port Freeport Channel Improvement Project - subject to USACE request for funding

Port Freeport
 Finance Committee Investment Review
 rates as of: 4/7/2025

	Texpool	MM-Hilltop	CD's	Tbill/Note	Callable Agency	Bullet Agency
MM	4.35%	1.76%				
3 month			2.00%	4.25%		
6 month			3.80%	4.12%		
12 month			3.25%	3.85%		
18 month			3.30%	3.75%		
24 month			3.35%	3.71%	4.50%	
36 month			3.40%	3.70%	4.50%	

Agencies Available:

- Federal Home Loan Bank -FHLB
- Fannie Mae-FNMA
- Freddie Mac - FHLMC
- Federal Farm Credit Bank - FFCB



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WWW.PORTFREEPORT.COM

MEMORANDUM

TO: Port Commissioners
Chief Executive Officer

FROM: Rob Lowe

DATE: May 13, 2025

SUBJECT: IRS Examination, Revenue Bonds Series 2019B

On May 5th, staff received a notice of examination from the Internal Revenue Service in regard to Senior Lien Revenue Bonds, Series 2019B. Bracewell LLP provides bond counsel to the port and as such will assist staff with activities surrounding this request. The initial response due date was noted as 5/28/2025 and staff and Bracewell have already reached out to the IRS and are working on gathering the initial information requested.

PORT COMMISSION

RAVI K. SINGHANIA, CHAIRMAN; ROB GIESECKE, VICE CHAIRMAN; BARBARA FRATILA, SECRETARY; KIM KINCANNON, ASST. SECRETARY;
DAN CROFT, COMMISSIONER; RUDY SANTOS, COMMISSIONER; PHYLLIS SAATHOFF, EXECUTIVE DIRECTOR/CEO