



TYLER COUNTY TREASURER

Leann Monk

2023 Investment Plan Recommendations

January 30, 2023

Honorable Commissioners Court,

Per policy, I have met with our Investment Committee and present the following for the Court's consideration for the 2023 Tyler County investment strategy:

1. **Recommendation #1** – to work with the Auditor to derive at the amount of funds needed monthly to pay the County's obligations. The remainder of the money would then be moved into the Texas Class Pool account where when needed we would pull it back into our Treasurer's Account for County needs. Texas Class is currently paying @ 4.5%.
 - a. We need to have our money working for us – investing is the way to do just that.
 - b. We need to diversify, thereby reducing the security risk of having all of your "eggs in one basket".
 - c. I also feel that by moving the "excess" funds out of the Treasurers Account, it will aid in the upcoming depository bidding process.
2. **Recommendation #2** – Again, working with the Auditor and with each of the officials, I'd like to invest their budgeted monies into the pools as well – the excess of what it takes monthly to operate each of their respective precincts.
 - a. The Pools are liquid – meaning that we can access to our funds within 24 hrs.
 - b. Should the official have a large purchase, they would just let me know and I would move the money back into the account and then the purchase can be made.
 - c. Texas Class compounds/pays dividends daily – each day the investment is in the Pooled Accounts those funds are earning interest on not only the initial investment, but the interest paid to them the day before.
 - d. Each official/department would have their own Pool account to keep the funds and earning separate so there would be no question as to where the interest would need to go. (Obviously, this only applies to those officials with funds available to invest).
3. **Recommendation #3** – As each CD we have invested pays interest monthly, reinvest that interest into Texas Class, or other like investment.
4. **Recommendation #4** – maintain short-term and mid-term investments.

Respectfully submitted,

Leann Monk,

Tyler County Investment Officer