

Monthly Newsletter: November 2026

ANNOUNCEMENTS

TexPool Veterans Day Observance

All Federal Reserve offices will be closed for business on **Wednesday, November 11, 2026**, in observance of **Veterans Day**. No wire settlement will occur on this date; however, TexPool will be open for business.

We welcome the following entities who joined TexPool in October 2026:

TexPool

Madison County
Ellis County ESD 9
Ellis County ESD 2
Bollinger MUD
Coastal Bend GCD
Sky Ranch MUD

TexPool *Prime*

Madison County
Ellis County ESD 9
Ellis County ESD 2
Bollinger MUD
Coastal Plains Community MHMR Center
Coastal Bend GCD
Grimes County
Sky Ranch MUD

Upcoming Events

11-11-2026 - 11-13-2026
2026 Texas Municipal League Annual Conference
San Antonio, TX

TexPool Advisory Board Members

Patrick Krishock
Belinda Weaver
Deborah Laudermilk
Valarie Van Vlack
David Landeros
Dina Edgar

Overseen by the State of Texas acting Comptroller of Public Accounts Don Huffines

Operated under the supervision of the Texas Treasury Safekeeping Trust Company

Economic and Market Commentary

A day early and a hike short

November 1, 2026

There's a little egg on the face of the 10 Federal Reserve officials who did not vote for a rate hike in last month's policy-setting meeting. The day after the majority prevailed on Oct. 28 to hold the federal funds target range at 3.75-4.00%, the US Bureau of Economic Analysis (BEA) lofted two at the Eccles building. One, that US GDP grew 3.4% in the third quarter, its highest rate in a year. The other, that PCE inflation continues to rise. The month-over-month headline rate climbed from 0.3% to 0.5%, though the core reading remained at 0.3%. Annualized headline and core inflation remain well above the Fed's 2% target, at 3.6% and 3.1%, respectively.

You might be thinking we should cut them a break as they could not factor these numbers into their decision. But the meeting's policy statement suggests they expected robust data for both:

- **Economic activity is expanding at a strong pace.** While uncertainty remains elevated owing, in part, to geopolitical developments, domestic spending has been resilient. Productivity growth is strong, and capital investment is robust. Job gains have kept pace with the workforce, and the unemployment rate has changed little.
- **Inflation remains elevated.** The accumulation of more information will help the Committee determine the policy stance appropriate to ensure a timely return of inflation to the Committee's 2 percent goal. The Committee will deliver price stability.

(continued page 6)

Performance as of October 31, 2026

	TexPool	TexPool *Prime*
Current Invested Balance	$32,674,011,853	$15,117,330,460
Weighted Average Maturity**	39 Days	41 Days
Weighted Average Life**	111 Days	80 Days
Net Asset Value	0.99978	0.99963
Total Number of Participants	3,017	771
Management Fee on Invested Balance	0.0450%	0.0550%
Interest Distributed	$107,388,209.71	$51,195,013.90
Management Fee Collected	$1,182,971.78	$700,972.51
Current S&P Global Rating	AAAm	AAAm
Month Averages		
Average Invested Balance	$32,533,163,690	$15,006,155,946
Average Monthly Rate*	3.89%	4.03%
Average Weighted Average Maturity**	40	41
Average Weighted Average Life**	106	80

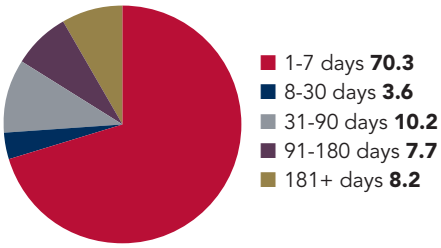
**This average monthly rate for TexPool Prime for each date may reflect a waiver of some portion or all of each of the management fees.*
***See page 2 for definitions.*
Past performance is no guarantee of future results.

Phone: 1-866-TEXPOOL (839-7665) · Fax: 1-866-839-3291 · TexPool.com
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G35884-24 (11/26)

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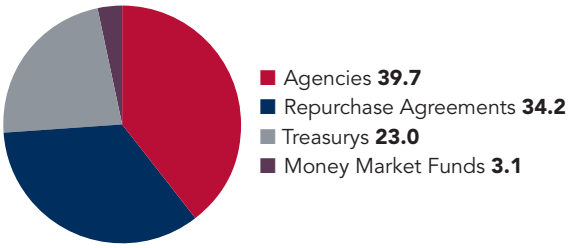
Portfolio by Maturity* (%)

As of October 31, 2026



Portfolio by Type of Investment* (%)

As of October 31, 2026



Portfolio Asset Summary as of October 31, 2026

	Book Value	Market Value
Uninvested Balance	$174.01	$174.01
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	91,665,263.70	91,665,263.70
Interest and Management Fees Payable	-1,449,685.80	-1,449,685.80
Payable for Investments Purchased	-60,000,000.00	-60,000,000.00
Accrued Expenses & Taxes	-76,571.14	-76,571.14
Repurchase Agreements	11,200,255,000.00	11,200,255,000.00
Mutual Fund Investments	1,017,085,200.00	1,017,085,200.00
Government Securities	13,011,487,334.01	13,006,579,420.44
US Treasury Bills	5,318,902,451.47	5,317,171,352.08
US Treasury Notes	2,200,994,970.20	2,200,438,769.50
Total	**$32,778,864,136.45**	**$32,771,668,922.79**

Market value of collateral supporting the Repurchase Agreements is at least 102% of the Book Value. The portfolio is managed by Federated Investment Counseling and the assets are safe kept in a separate custodial account at State Street Bank in the name of TexPool. The only source of payment to the Participants is the assets of TexPool. There is no secondary source of payment for the pool such as insurance or State guarantee. Should you require a copy of the portfolio, please contact TexPool Participant Services.

Participant Summary

	Number of Participants	Balance
School District	644	$8,717,270,997.11
Higher Education	60	$1,439,588,083.99
County	209	$3,383,894,698.64
Healthcare	100	$1,867,896,162.74
Utility District	968	$5,686,379,785.87
City	530	$8,894,806,360.93
Emergency Districts	127	$514,941,277.48
Economic Development Districts	98	$174,609,164.94
Transit/Toll Authorities	15	$384,368,092.31
River/Port Authorities	19	$287,876,353.52
Other	247	$1,322,453,860.19

****Definition of Weighted Average Maturity and Weighted Average Life**

WAM is the mean average of the periods of time remaining until the securities held in the fund's portfolio (a) are scheduled to be repaid, (b) would be repaid upon a demand by the fund or (c) are scheduled to have their interest rate readjusted to reflect current market rates. For government variable rate securities, if the interest rate is readjusted no less frequently than every 397 calendar days, the security shall be deemed to have a maturity equal to the period remaining until the next readjustment of the interest rate. For non-government variable rate securities, if the security has a scheduled maturity of 397 days or less the security is treated as maturing on the earlier of the date the security is scheduled to be repaid through demand or the period remaining until the next readjustment of the interest rate. If the variable rate security has a scheduled maturity that is more than 397 days it is the later of those two dates. The mean is weighted based on the percentage of the market value of the portfolio invested in each period.

WAL is calculated in the same manner as WAM, but is based solely on the periods of time remaining until the securities held in TexPool (a) are scheduled to be repaid or (b) would be repaid upon a demand by TexPool, without reference to when interest rates of securities within TexPool.

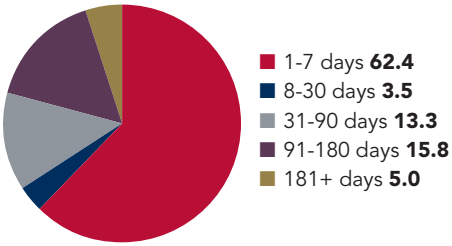
Daily Summary

Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool Invested Balance	NAV	WAM Days	WAL Days
10/1	3.8566%	0.000105659	$32,528,833,664.79	0.99967	42	103
10/2	3.8618%	0.000105804	$32,494,475,020.09	0.99965	43	103
10/3	3.8618%	0.000105804	$32,494,475,020.09	0.99965	43	103
10/4	3.8618%	0.000105804	$32,494,475,020.09	0.99965	43	103
10/5	3.8688%	0.000105994	$32,353,012,868.01	0.99965	41	102
10/6	3.8795%	0.000106287	$32,377,778,458.79	0.99966	41	106
10/7	3.8763%	0.000106200	$32,428,880,810.24	0.99968	42	106
10/8	3.8699%	0.000106024	$32,212,150,585.84	0.99967	42	108
10/9	3.8682%	0.000105977	$32,351,625,522.90	0.99966	43	105
10/10	3.8682%	0.000105977	$32,351,625,522.90	0.99966	43	105
10/11	3.8682%	0.000105977	$32,351,625,522.90	0.99966	43	105
10/12	3.8682%	0.000105977	$32,351,625,522.90	0.99966	43	105
10/13	3.8855%	0.000106452	$32,291,912,506.50	0.99966	40	106
10/14	3.8875%	0.000106506	$32,187,537,325.43	0.99962	41	106
10/15	3.8893%	0.000106555	$32,331,089,610.25	0.99965	40	105
10/16	3.8857%	0.000106457	$32,399,101,808.15	0.99967	41	104
10/17	3.8857%	0.000106457	$32,399,101,808.15	0.99967	41	104
10/18	3.8857%	0.000106457	$32,399,101,808.15	0.99967	41	104
10/19	3.8837%	0.000106403	$32,296,015,680.79	0.99964	40	107
10/20	3.8887%	0.000106540	$32,171,538,947.63	0.99965	39	107
10/21	3.8924%	0.000106641	$32,221,080,504.71	0.99965	39	107
10/22	3.9016%	0.000106892	$32,155,534,427.03	0.99971	39	108
10/23	3.9158%	0.000107281	$33,120,288,420.75	0.99971	39	102
10/24	3.9158%	0.000107281	$33,120,288,420.75	0.99971	39	102
10/25	3.9158%	0.000107281	$33,120,288,420.75	0.99971	39	102
10/26	3.9271%	0.000107593	$32,998,820,405.41	0.99969	36	103
10/27	3.9384%	0.000107901	$33,156,578,032.90	0.99969	38	106
10/28	3.9419%	0.000107997	$33,100,351,952.08	0.99971	38	107
10/29	3.9414%	0.000107984	$32,920,837,079.44	0.99975	38	109
10/30	3.9439%	0.000108051	$32,674,011,853.04	0.99978	39	111
10/31	3.9439%	0.000108051	$32,674,011,853.04	0.99978	39	111
Averages	**3.8929%**	**0.000106654**	**$32,533,163,690.47**	**0.99968**	**40**	**106**

TexPool *Prime*

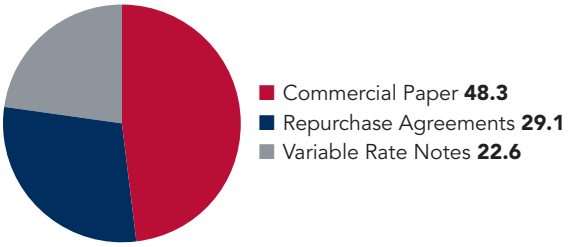
Portfolio by Maturity* (%)

As of October 31, 2026



Portfolio by Type of Investment* (%)

As of October 31, 2026



Portfolio Asset Summary as of October 31, 2026

	Book Value	Market Value
Uninvested Balance	$995.49	$995.49
Receivable for Investments Sold	0.00	0.00
Accrual of Interest Income	11,118,499.11	11,118,499.11
Interest and Management Fees Payable	-147,205.40	-147,205.40
Payable for Investments Purchased	0.00	0.00
Accrued Expenses & Taxes	-45,559.08	-45,559.08
Repurchase Agreements	4,418,639,000.00	4,418,639,000.00
Commercial Paper	7,315,083,199.65	7,309,427,002.62
Mutual Fund Investments	0.00	0.00
Government Securities	0.00	0.00
Variable Rate Notes	3,424,500,000.00	3,424,553,396.38
Total	**$15,169,148,929.77**	**$15,163,546,129.12**

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Participant Summary

	Number of Participants	Balance
School District	188	$4,021,014,799.81
Higher Education	20	$1,123,543,082.83
County	68	$876,210,153.18
Healthcare	31	$553,261,946.31
Utility District	107	$542,920,837.33
City	146	$3,488,251,497.38
Emergency Districts	53	$309,169,006.28
Economic Development Districts	30	$48,697,794.93
Transit/Toll Authorities	10	$1,368,128,976.94
River/Port Authorities	9	$1,034,680,122.16
Other	109	$1,751,447,029.15

TexPool *Prime*

Daily Summary

Date	Money Mkt. Fund Equiv. (SEC Std.)	Dividend Factor	TexPool *Prime* Invested Balance	NAV	WAM Days	WAL Days
10/1	3.9903%	0.000109323	$15,410,286,700.89	0.99962	43	80
10/2	3.9976%	0.000109523	$15,315,069,548.78	0.99953	44	80
10/3	3.9976%	0.000109523	$15,315,069,548.78	0.99953	44	80
10/4	3.9976%	0.000109523	$15,315,069,548.78	0.99953	44	80
10/5	3.9971%	0.000109509	$15,323,590,331.57	0.99966	42	79
10/6	4.0052%	0.000109731	$15,117,953,560.59	0.99965	42	82
10/7	4.0074%	0.000109791	$15,072,403,161.06	0.99965	42	81
10/8	4.0087%	0.000109828	$15,073,622,621.16	0.99964	42	81
10/9	4.0135%	0.000109958	$14,850,360,367.81	0.99945	44	80
10/10	4.0135%	0.000109958	$14,850,360,367.81	0.99945	44	80
10/11	4.0135%	0.000109958	$14,850,360,367.81	0.99945	44	80
10/12	4.0135%	0.000109958	$14,850,360,367.81	0.99945	44	80
10/13	4.0185%	0.000110096	$14,778,033,788.10	0.99966	41	80
10/14	4.0192%	0.000110116	$14,722,015,987.45	0.99962	42	80
10/15	4.0210%	0.000110165	$14,805,711,931.54	0.99963	41	79
10/16	4.0208%	0.000110158	$14,799,515,726.35	0.99952	42	77
10/17	4.0208%	0.000110158	$14,799,515,726.35	0.99952	42	77
10/18	4.0208%	0.000110158	$14,799,515,726.35	0.99952	42	77
10/19	4.0195%	0.000110122	$14,832,950,717.93	0.99966	40	77
10/20	4.0262%	0.000110308	$14,750,013,216.41	0.99965	41	78
10/21	4.0231%	0.000110222	$14,998,910,610.61	0.99966	40	76
10/22	4.0296%	0.000110401	$14,908,316,838.18	0.99970	40	76
10/23	4.0417%	0.000110732	$14,910,907,268.09	0.99958	41	75
10/24	4.0417%	0.000110732	$14,910,907,268.09	0.99958	41	75
10/25	4.0417%	0.000110732	$14,910,907,268.09	0.99958	41	75
10/26	4.0503%	0.000110967	$15,076,000,250.47	0.99970	38	76
10/27	4.0632%	0.000111320	$15,172,242,795.06	0.99970	37	75
10/28	4.0681%	0.000111455	$15,172,279,437.26	0.99969	38	76
10/29	4.0741%	0.000111618	$15,263,922,356.88	0.99971	38	76
10/30	4.0855%	0.000111932	$15,117,330,460.28	0.99963	41	80
10/31	4.0855%	0.000111932	$15,117,330,460.28	0.99963	41	80
Averages	**4.0267%**	**0.000110320**	**$15,006,155,946.02**	**0.99960**	**41**	**80**

Participant Services
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Houston, TX 77002

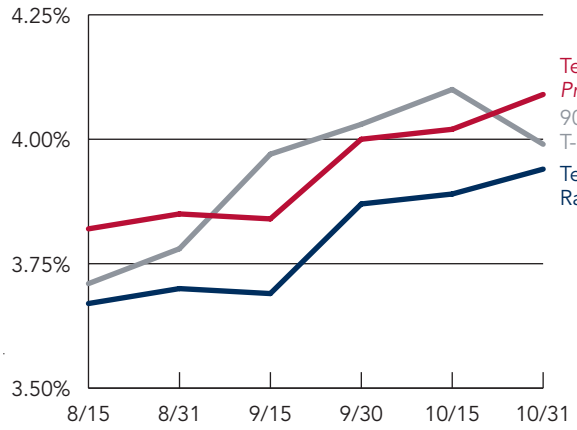
The first bullet is about as bold a comment as you will see in an FOMC statement. And the second's reference to more information coming – which Fed Chair Warsh called an "information rich period" — probably was to give some of the officials cover to push the hike until December. But if they truly believed those words, they should have hiked – regardless of how close the October meeting came to the US midterm elections.

Every basis point matters

One aspect of how the money markets operate does not get as much attention outside of cash managers because it is in the weeds: how new issuance of US Treasury bills can impact yields. It is not a mathematical calculation, such as the inverted relationship between bond yields and prices, but a result of supply and demand.

When the US Treasury makes more short-term securities available in auctions, it may have to offer a slightly higher yield to entice buyers to absorb the issuance, who might otherwise go to the vast secondary market. This increase has the potential to spill over to investment alternatives, pushing their yields up. All else being equal, that should mean a liquidity portfolio's yield should rise incrementally, even if at a lag. A few basis points meant more when the fed funds rate was near zero following the Global Financial Crisis, but it is positive, and one of the reasons for the popularity of liquidity products.

TexPool & TexPool *Prime* vs. 90-Day Treasury Bill



90-Day Treasury Bill is a short-term debt instrument backed by the national government. These are used to collect immediate cash to meet outstanding obligations.

Any private investor can invest in a Treasury bill. The 90-Day Treasury Bill is a weighted average rate of the weekly auctions of 90-Day Treasury Bills.

Past performance is no guarantee of future results.

**Totals may not add up to 100% due to rounding.*

An investment in the Pool is not insured or guaranteed by any government or government agency. Although the manager of the Pool seeks to preserve principal, it is possible to lose money by depositing money in the Pool.