

CEDAR HILL ISD

Quarterly Investment Report

AS OF DECEMBER 31, 2025



M E E D E R

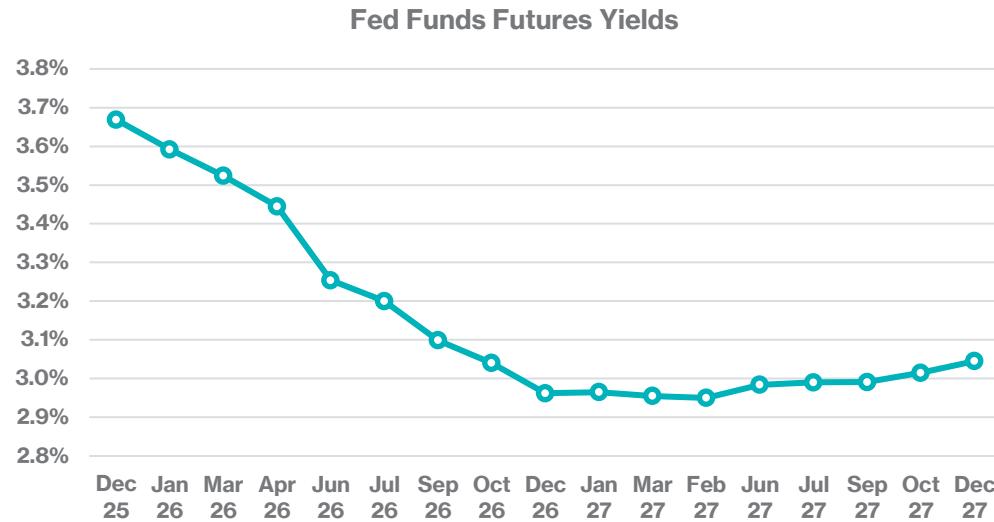
PUBLIC FUNDS



OBSERVATIONS AND EXPECTATIONS

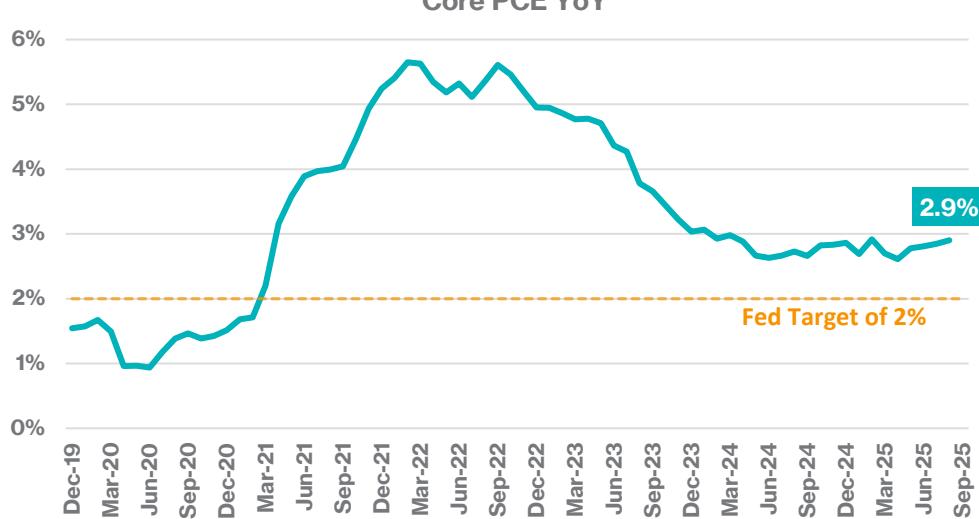
- The futures market is pricing in a December 2025 .25% cut with about a 90% probability
- Q3 GDP is projected by the Atlanta Federal Reserve to have grown 3.9%
- Q4 GDP is expected to be lower due to the longest government shutdown on record
- The labor market has softened by many economic metrics in the second half of 2025
- U.S. Treasury rates were generally lower for the month of November

- The Fed Funds futures market is expecting the Fed Funds rate to end 2026 at about 2.95% and 2027 at approximately 3.05%. The Fed is expecting fewer cuts than the market is pricing in.
- The Fed is observing both of their mandates (employment and inflation) closely to determine the path of Fed Funds. They say the risk is more tilted to slower job growth.



- The current unemployment rate of 4.4% has moved up from earlier this year but remains low by historical standards.
- Lower immigration during 2025 has clouded the conclusions from lower nonfarm payrolls.
- Economists estimate not as many jobs are needed as compared to the previous few years to keep the unemployment rate low.

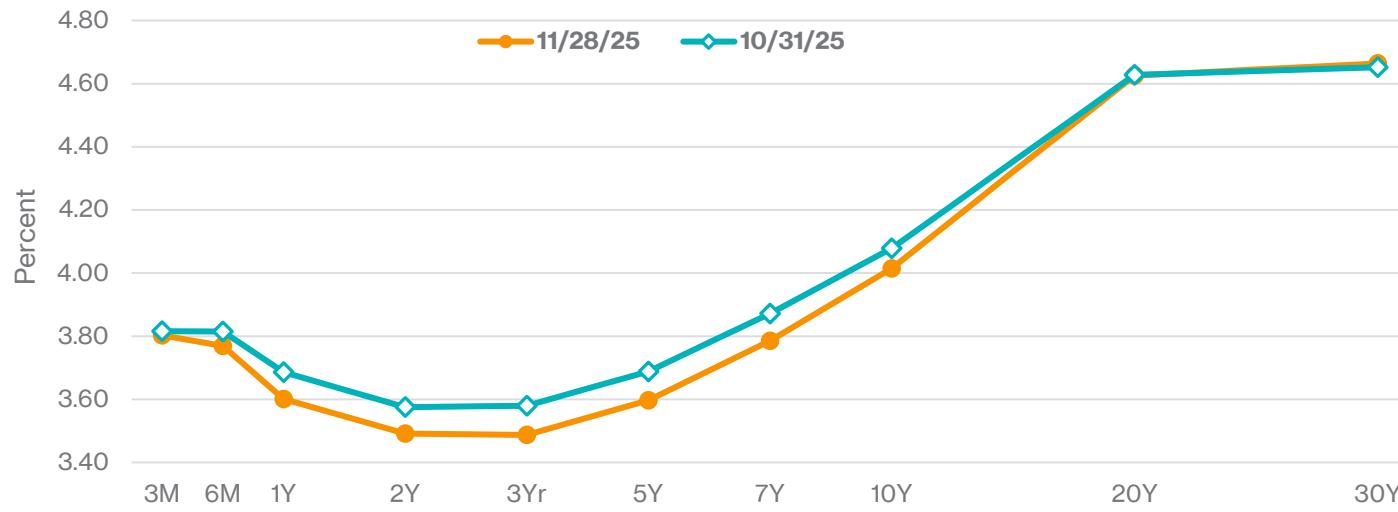
SOURCE: BLOOMBERG



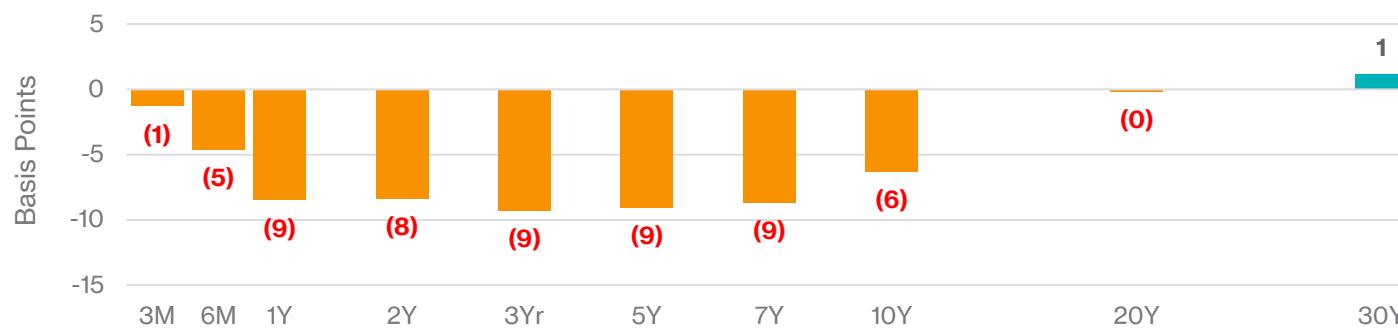
- Core Personal Consumption Expenditure YoY is the Fed's preferred inflation gauge.
- Core excludes food and energy components, which generally make the series less volatile.
- Core PCE YoY is currently at 2.9% and has been above the Fed's 2% target for 55 consecutive months.

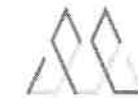
SOURCE: BLOOMBERG

U.S. Treasury Yield Curve Change



Basis Point Change



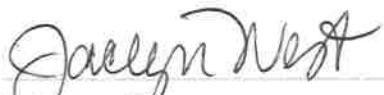


M E E D E R
PUBLIC FUNDS

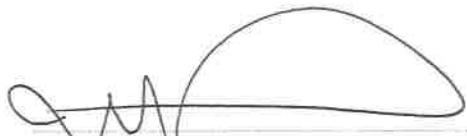
Compliance Certification

CEDAR HILL INDEPENDENT SCHOOL DISTRICT
2025-2026 FISCAL YEAR INVESTMENT REPORT FOR
THE SECOND QUARTER ENDING DECEMBER 31, 2025

I certify that the above investments comply with Cedar Hill ISD Policy CDA (LEGAL)-P and Cedar Hill ISD Policy CDA (LOCAL) - X., and the Texas Public Funds Investment Act (PFIA)



Jaclyn West, CFO



Windrell McPhaul, Accounting Manager

Portfolio Statistics

4.05

Weighted Average Yield to Maturity

0.96

Weighted Average Maturity (Years)

1.04

Portfolio Effective Duration (Years)

0.96

Weighted Average Life (Years)

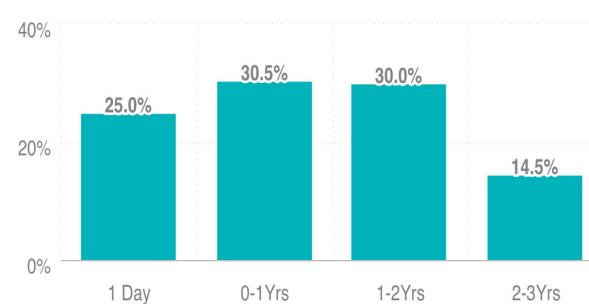
AA

Average Credit Rating

Portfolio Position

Par Value	\$327,935,027
Principal Cost	\$320,091,567
Book Value	\$323,506,141
Market Value	\$324,880,242
Unrealized Gain/Loss	\$1,374,101
Accrued Interest	\$1,483,520

Maturity Distribution



Sector Allocation



U.S. Treasuries	43.88%
LGIP	24.71%
Municipal Bonds	10.72%
Commercial Paper	10.23%
U.S. Agencies	10.19%
Money Market Funds	0.27%

Quarterly Portfolio Summary

This quarterly report is prepared in compliance with the Investment Policy and the Strategy of this entity and the Public Funds Investment Act (Chapter 2256, Texas Government Code).

Portfolio as of September 30, 2025

BEGINNING BOOK VALUE	\$306,308,040.14
BEGINNING MARKET VALUE	\$307,548,000.47
UNREALIZED GAIN/(LOSS)	\$1,239,960.33
WEIGHTED AVERAGE MATURITY (YEARS)	1.06
WEIGHTED AVERAGE YIELD	4.22

Portfolio as of December 31, 2025

ENDING BOOK VALUE	\$323,506,140.81
ENDING MARKET VALUE	\$324,880,241.72
INVESTMENT INCOME FOR THE PERIOD	\$3,162,833.19
UNREALIZED GAIN/(LOSS)	\$1,374,100.91
CHANGE IN UNREALIZED GAIN/(LOSS)	\$134,140.58
WEIGHTED AVERAGE MATURITY (YEARS)	0.96
WEIGHTED AVERAGE YIELD	4.05

Quarterly Portfolio Summary By Fund

PORTFOLIO MARKET VALUE BY FUND	09/30/2025	12/31/2025	CHANGE	INTEREST EARNED
2024 BOND PROJECTS	249,629,917.71	248,282,350.39	-1,347,567.31	2,594,327.10
2025 BOND PROJECTS	30,096,251.85	30,185,996.13	89,744.28	293,124.05
ACTIVITY	135,174.06	337,536.29	202,362.23	2,361.69
CAPITAL PROJECTS	402,015.63	406,178.57	4,162.94	4,163.04
DEBT SERVICE	11,640,011.02	22,928,915.63	11,288,904.61	138,313.80
FOOD SERVICE	1,219,387.00	1,116,997.77	-102,389.23	12,430.81
GENERAL OPERATING	14,425,243.20	21,622,266.94	7,197,023.74	118,112.70
TOTAL	307,548,000.47	324,880,241.72	17,332,241.25	3,162,833.19