

AGENDA

Port Freeport
Finance Advisory Committee
Special Meeting
Thursday, April 13, 2023, 12:25 pm - 12:45 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 Advisory 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.

The videoconference is available online as follows:

Join Zoom Meeting

<https://us02web.zoom.us/j/85129209728?pwd=d2JoaXUrYWk2SHdLUUIUL2diUWVPZz09>

Meeting ID: 851 2920 9728

Passcode: 094170

Dial by your location

1 346 248 7799 US (Houston)

Meeting ID: 851 2920 9728

Find your local number: <https://us02web.zoom.us/u/krAifPx8I>

1. Committee Members: Croft (Chairman), Pirtle, Giesecke
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 videoconference)
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 a Resolution authorizing commitment of matching funds for the 2023 PIDP Grant Application.
8. 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.



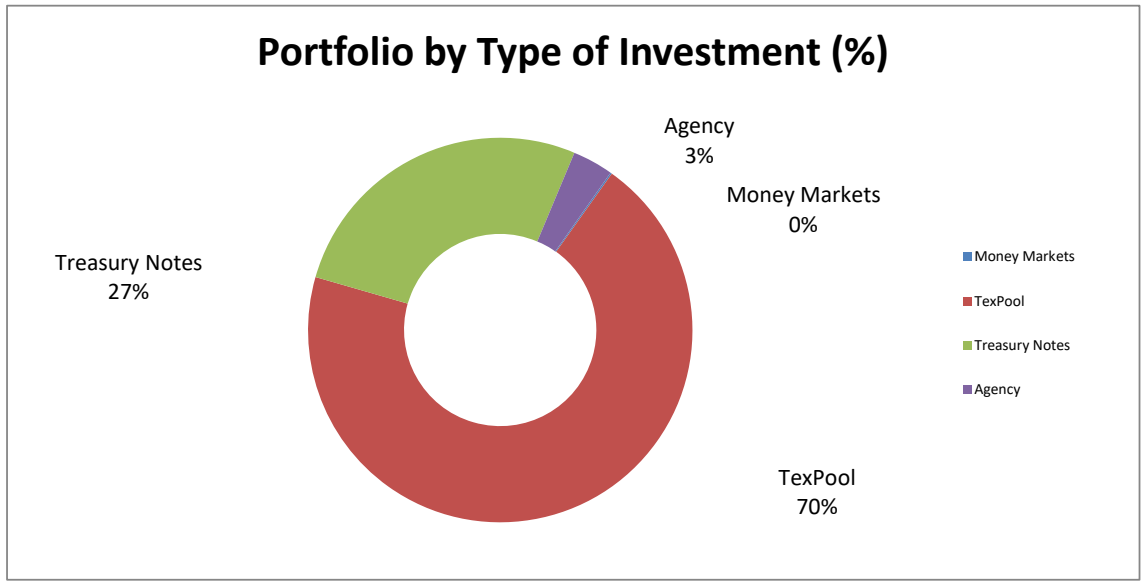
Phyllis Saathoff, Executive Director/CEO

PORT FREEPORT

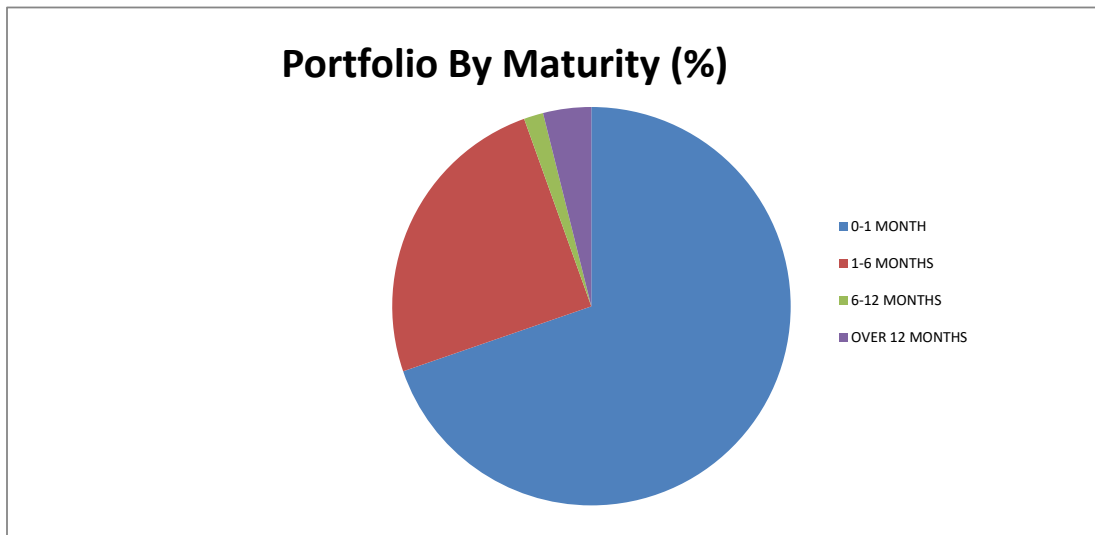
Port Freeport
 Finance Committee Investment Review

Portfolio position as of 3/31/23

Money Markets	\$	190,789	0.1%
TexPool		90,552,359	69.6%
Treasury Notes		34,976,000	26.9%
Agency		4,433,000	3.4%
TOTAL	\$	130,152,148	



4/1/23-6/30/23 MATURITIES \$ 24,095,000



Port Freeport
Finance Committee Investment Review

	<u>Unrestricted:</u>	<u>Restricted:</u>
Current Cash & Money Market:		
Cash & MM accounts	\$ 269,318	186,150
Texpool	13,696,960	76,855,398
Maturing in next 90 days:		
Apr-23		-
May-23	6,180,000	17,915,000
Jun-23		-
Total Funds Available	<u><u>\$ 20,146,278</u></u>	<u><u>\$ 94,956,548</u></u>
Estimated Cash Flow For Next Quarter		
Estimated Revenues	\$ 10,650,891	\$ -
Estimated expenses	(3,558,409)	
Debt Service		-
Port Improvement Projects, estimated	(16,000,000)	-
2021 & 2023 G.O. Bond Project Funds		(20,000,000) **
Total Cash Flow	<u><u>\$ (8,907,518)</u></u>	<u><u>\$ (20,000,000)</u></u>
Excess (Shortfall) Cash Available for Investment	\$ 11,238,760	\$ 74,956,548

Recommendation for excess cash- subject to market conditions:

Investments:		
Cash & MM accounts	7,361,800	186,150
Texpool	3,876,960	56,855,398
3 month investment	-	-
6-12 month investment	-	17,915,000 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><u>\$ 11,238,760</u></u>	<u><u>\$ 74,956,548</u></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: 4/6/2023

	<u>Texpool</u>	<u>MM-Hilltop</u>	<u>CD's</u>	<u>Tbill/Note</u>
MM	4.7920%	2.320%		
3 month			1.740%	4.750%
6 month			2.230%	4.680%
12 month			4.410%	4.350%
18 month			4.650%	3.900%
24 month			4.170%	3.740%
36 month			2.280%	3.500%

Agencies Available:

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



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TO: Executive Director/CEO
Port Commissioners
Legal Counsel

FROM: Director of Business and Economic Development

DATE: April 13, 2023

SUBJECT: Resolution Approving and Authorizing the Submission of a PIDP Grant Application

On February 15, 2023, the Port Commission approved staff to engage the Goodman Corporation to prepare Port Freeport's 2023 Port Infrastructure Development Program grant application.

The 2023 application will be largely based on the 2022 application. Application must satisfy several statutory requirements and one requirement is the applicant must demonstrate that it has sufficient funding available to meet the matching requirements.

The cost of the Velasco Terminal Sustainable Expansion Project has been calculated as follows:

NORTH ACCESS GATE COST ESTIMATE	\$ 4,635,937.50
REFRIGERATED CROSS DOCK COST ESTIMATE	\$16,641,900.00
TOTAL PROJECT COST	<u>\$21,277,837.50</u>
FUNDING REQUESTED FROM MARAD (75%)	<u>\$15,958,378.13</u>
PORT FREEPORT MATCH (25%)	<u>\$ 5,319,459.37</u>

This amount represents approximately a 16% increase in costs over the cost considered in the 2022 application (\$18,341,891.77). The 2021 and 2022 applications considered \$7.5M and \$7.7M cost match by Port Freeport respectively.

Staff has prepared the enclosed resolution that approves and authorizes the submission of a 2023 PIDP Grant Application and demonstrates that Port Freeport has sufficient funds available to meet the matching requirements. Staff recommends approval of the resolution.

[PORT COMMISSION](#)

**RESOLUTION APPROVING AND AUTHORIZING THE SUBMISSION
OF A PIDP GRANT APPLICATION**

At a regular meeting of the Port Commission of Port Freeport of Brazoria County, Texas (“Port”) held at the office of the Port at 1100 Cherry Street, Freeport, Texas, on the 13th day of April 2023, among other business, on motion duly made and seconded, the following Resolution was passed and adopted:

FINDINGS

1. Due and proper notice of the date, time, place, and purpose of this meeting has been duly given in accordance with the provisions of the Texas Open Meetings Act, and such meeting has been conducted in accordance with said Open Meetings Act.
2. The Port is currently planning capital projects and infrastructure on real property owned by Port Freeport.
3. The Port seeks to pass a resolution to approve and authorize the submission of Port Infrastructure Development Program (“PIDP”) grant application with a Port contribution of up to Twenty-Five percent (25%) for the Velasco Terminal Sustainable Expansion Project.

NOW THEREFORE, BE IT RESOLVED the Port Commission of the Port, hereby approves and authorizes the Port CEO/Executive Director to submit a PIDP grant application with a contribution of up to Twenty-Five percent (25%) for the Velasco Terminal Sustainable Expansion Project.

Approved this 13th day of April 2023.

Dan Croft
Port Commission Secretary

THE STATE OF TEXAS §
 §
COUNTY OF BRAZORIA §

This instrument was acknowledged before me on this 13th day of April 2023, by Dan Croft, Port Commission Secretary, of Port Freeport, a political subdivision of the State of Texas, on behalf of said political subdivisions.

NOTARY PUBLIC, STATE OF TEXAS