

AGENDA

**Port Freeport
Finance Committee
Special Meeting
Thursday, January 23, 2025, 3:00 pm - 4:00 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. The videoconference is available online as follows:

Join Zoom Meeting

<https://us02web.zoom.us/j/87024344878?pwd=z7u8XbfTtTJnUksqYpNNrjbrLXs9k.1>

Meeting ID: 870 2434 4878

Passcode: 468707

Dial by your location

• 1 346 248 7799 US (Houston)

Meeting ID: 870 2434 4878

Find your local number: <https://us02web.zoom.us/u/kbBVM5EJ3v>

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 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 Energy Services Broker RFP bids.
8. Discussion regarding Breakbulk 2025 budget.
9. Discuss process of Assignment of Tax Abatement Agreement between Port Freeport and Volkswagen Group of America Inc. and PRP KDC Freeport Development LLC.
10. Discussion regarding annual general obligation debt payment process.
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

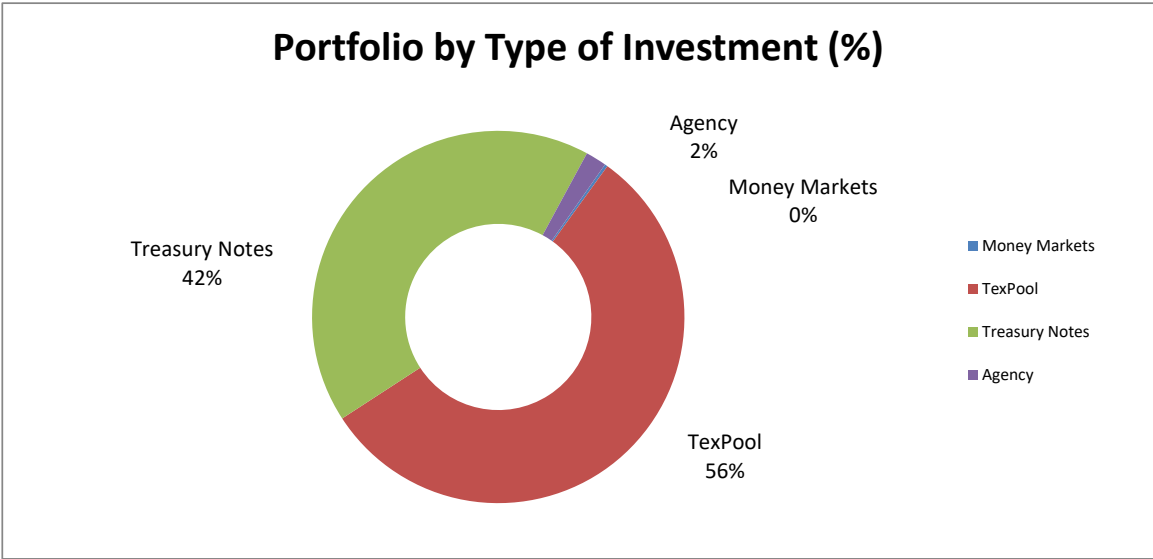
Participation is welcomed without regard to race, color, religion, sex, age, national origin, disability or family status. In accordance with Title II of the Americans with Disabilities Act and Section 504 of the Rehabilitation Act, persons with disabilities needing reasonable accommodations to participate 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.

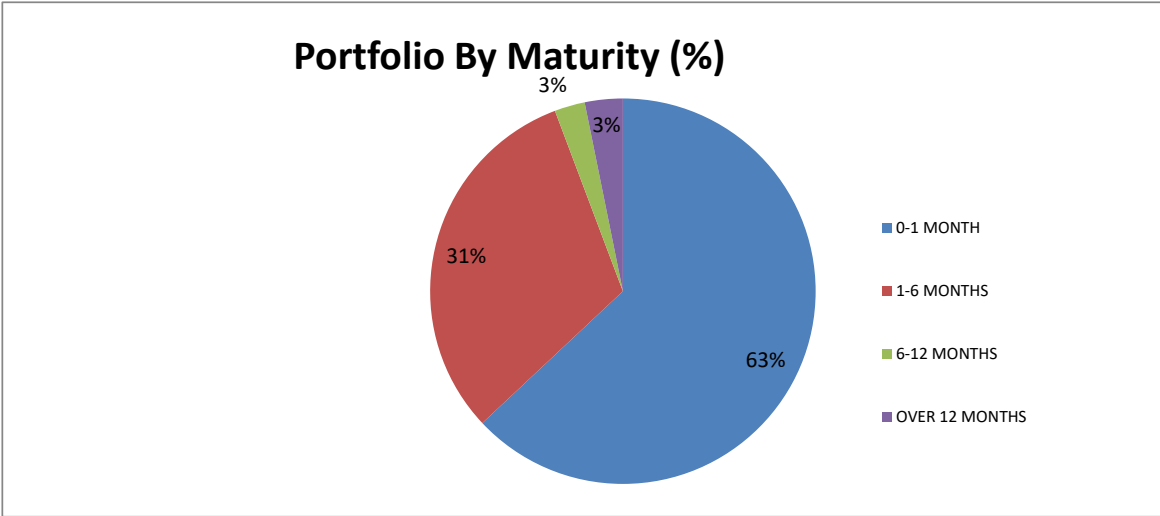
Port Freeport
Finance Committee Investment Review

Portfolio position as of 12/31/24

| | | | |
|----------------|----|--------------------|-------|
| Money Markets | \$ | 305,877 | 0.2% |
| TexPool | \$ | 68,371,988 | 55.9% |
| Treasury Notes | \$ | 51,515,000 | 42.1% |
| Agency | \$ | 2,225,000 | 1.8% |
| TOTAL | \$ | <u>122,417,865</u> | |



1/1/2025 - 3/31/2025 MATURITIES \$ 45,713,000



Port Freeport
Finance Committee Investment Review

| | Unrestricted: | Restricted: |
|---|----------------------|----------------------|
| Current Cash & Money Market: | | |
| Cash & MM accounts | \$ 7,873,499 | 306,681 |
| Texpool | 9,492,893 | 49,584,146 |
| Maturing in next 90 days: | | |
| Jan-25 | | |
| Feb-25 | | 25,853,000 |
| Mar-25 | 10,345,000 | 9,515,000 |
| Total Funds Available | <u>\$ 27,711,392</u> | <u>\$ 85,258,827</u> |

Estimated Cash Flow For Next Quarter

| | | |
|--------------------------------------|---------------------|-----------------------|
| Estimated Revenues | \$ 14,485,338 | \$ - |
| Estimated expenses | (4,295,634) | |
| Debt Service | | (3,707,157) |
| 2024 Revenue Bond | | - |
| Port Improvement Projects, estimated | (3,000,000) | - |
| Total Cash Flow | <u>\$ 7,189,704</u> | <u>\$ (3,707,157)</u> |

Excess (Shortfall) Cash Available for Investment \$ 34,901,096 \$ 81,551,670

Recommendation for excess cash- subject to market conditions:

| | | | |
|----------------------------------|----------------------|----------------------|--|
| Investments: | | | |
| Cash & MM accounts | 15,063,203 | 26,159,681 | |
| Texpool | 19,837,893 | 55,391,989 | |
| 3 month investment | - | - | |
| 6-12 month investment | - | - | 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>\$ 34,901,096</u> | <u>\$ 81,551,670</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: 1/16/2025

| | Texpool | MM-Hilltop | CD's | Tbill/Note | Callable Agency | Bullet Agency |
|----------|---------|------------|-------|------------|--------------------|------------------|
| MM | 4.69% | 1.76% | | | | |
| 3 month | | | 1.75% | 4.25% | | |
| 6 month | | | 3.80% | 4.25% | | |
| 12 month | | | 3.00% | 4.12% | | |
| 18 month | | | 3.10% | 4.18% | | |
| 24 month | | | 3.15% | 4.20% | | |
| 36 month | | | 2.25% | 4.28% | 4.40% | |

Agencies Available:

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



1100 CHERRY ST. • FREEPORT, TX 77541
(979) 233-2667 • 1 (800) 362-5743 • FAX: (979) 373-0023
WWW.PORTFREEPORT.COM

MEMORANDUM

TO: Port Commissioners
Chief Executive Officer

FROM: Rob Lowe

DATE: January 15, 2025

SUBJECT: Energy Broker Services

Port Freeport conducted a Request for Proposals for an Energy Broker Service to assist with the process and subsequent selection of an electricity provider. We received submissions from RFC Energy and Prism Energy Solutions and have evaluated those against the advertised criteria in the RFP. Based on that evaluation, staff feels we received two qualified candidates and would recommend that we award the Energy Broker Service to Prism Energy Solutions. Prism has two team members with 34+ years' relevant experience as well as additional staff which would provide the port with a depth of knowledge and resources.

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

Port Freeport
Energy Service Broker RFP
Scoring Grid

| Attribute | Weighting | RFC Energy LLC | RFC Energy Score | Prism Energy Solutions | Prism Energy Solutions Score |
|--|-----------|--------------------|---------------------|---|---------------------------------|
| Number of years in business | 35 | 10+ years | 25 | 35+years | 35 |
| Knowledge of energy markets | 35 | | 30 | | 35 |
| Client engagement and communication | 30 | Sole proprietor | 25 | Primary contact assigned with multiple employees | 30 |
| Total Score | | | 80 | | 100 |



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TO: Executive Director/CEO
Port Freeport Commissioners
Legal Counsel

FROM: Director of Business & Economic Development

DATE: January 23, 2025

SUBJECT: Breakbulk Americas 2025

Breakbulk Americas 2025 (“BBA 2025”) will be held at the George R. Brown Convention Center in Houston, September 30 - October 02. Breakbulk Americas is the region's largest and longest-running trade event for the industry. The event is an excellent opportunity to connect with beneficial cargo owners (“BCOs”), shippers, carriers, freight forwarders, EPCs, 3PLs and garner Port Freeport more exposure with industry colleagues. Port Freeport has attended the event annually and has a booth in the Exhibition Hall and holds a Customer Appreciation Reception.

BBA 2025 will occur during Port Freeport’s 2026 Fiscal Year. Since the FY2026 Budget has not been adopted by the Port Commission, staff seeks the Port Commission’s approval to start incurring expenses to prepare for the event in advance of the FY2026 budget adoption.

On December 19, 2024, the Port Commission approval staff to proceed with making arrangements for the Customer Appreciation Reception in amount \$21,000.

Staff recommends the Port Commissions approval to incur costs related to Breakbulk Americas in advance of the adoption of Port Freeport’s FY2025 in amount \$56,000 (including reception) to allow for any unforeseen expenses or potential cost overruns.

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