

City of El Paso Employees Retirement Trust

Treasurer's Report

Margarita M. Marin

Deputy CFO – Comptroller

City of El Paso

February 28, 2026

City of El Paso Employees Retirement Trust
Statements of Net Assets Available for Benefits

	Unaudited February 28, 2026	Audited August 31, 2025	Audited August 31, 2024	Audited August 31, 2023
<u>Assets</u>				
Cash and Investments (at fair value):				
Cash and Cash Equivalents	\$ 13,137,489	\$ 15,142,991	\$ 8,990,085	\$ 8,049,200
Cash in Escrow	-	-	-	1,434,113
Investments	1,133,616,625	1,042,552,983	979,678,345	902,562,095
Total Cash and Investments	<u>1,146,754,114</u>	<u>1,057,695,974</u>	<u>988,668,430</u>	<u>912,045,408</u>
Receivables				
Unrestricted	1,654,118	1,812,990	1,574,737	2,875,002
Restricted - commission credits	-	-	-	1,869
Total Receivables	<u>1,654,118</u>	<u>1,812,990</u>	<u>1,574,737</u>	<u>2,876,871</u>
Prepaid Expenses	64,950	25,943	25,445	25,035
Capital Assets	1,735,294	1,735,294	1,808,371	2,032,287
Total Assets	<u>1,150,208,476</u>	<u>1,061,270,201</u>	<u>992,076,983</u>	<u>916,979,601</u>
<u>Liabilities</u>				
Accrued Expenses	226,890	629,067	1,141,480	2,665,841
Deferred Revenue - commission credits	-	-	-	1,869
Total Liabilities	<u>226,890</u>	<u>629,067</u>	<u>1,141,480</u>	<u>2,667,710</u>
Net Assets Available for Benefits	<u>\$ 1,149,981,586</u>	<u>\$ 1,060,641,134</u>	<u>\$ 990,935,503</u>	<u>\$ 914,311,891</u>

City of El Paso Employees Retirement Trust
Statements of Changes in Net Assets Available for Benefits

	Unaudited Six Months Ended February 28, 2026	Audited Year Ended August 31, 2025	Audited Year Ended August 31, 2024	Audited Year Ended August 31, 2023
<u>Additions</u>				
Receipts				
Contributions-Employer	\$ 20,185,881	\$ 38,536,521	\$ 36,725,294	\$ 33,055,632
Contributions-Employee	12,871,705	24,649,953	19,221,450	18,582,860
Total Receipts	<u>33,057,586</u>	<u>63,186,474</u>	<u>55,946,744</u>	<u>51,638,492</u>
Investment Income				
Interest	752,276	2,096,364	2,205,574	2,194,209
Dividends	3,390,262	6,108,606	5,172,263	4,372,122
Net Change in Fair Value of Investments	99,107,508	90,049,039	103,144,695	33,125,191
Less Investment Advisor Fees	(382,557)	(1,967,333)	(1,975,655)	(1,959,424)
Miscellaneous Income	-	-	583	50
Net Investment Income (Loss)	<u>102,867,489</u>	<u>96,286,676</u>	<u>108,547,460</u>	<u>37,732,148</u>
Total Net Additions (Reductions)	<u>135,925,075</u>	<u>159,473,150</u>	<u>164,494,204</u>	<u>89,370,640</u>
<u>Deductions</u>				
Benefits Paid to Retirees	42,869,210	82,988,129	79,952,333	77,122,747
Refunds	2,747,393	4,402,128	3,777,606	3,848,122
Prudential COLA Payments	18,000	36,000	48,000	48,000
Administrative Expenses	950,020	2,341,262	2,658,478	2,266,105
Legal Settlement	-	-	1,434,175	47,686
Total Deductions	<u>46,584,623</u>	<u>89,767,519</u>	<u>87,870,592</u>	<u>83,332,660</u>
Net Increase (Decrease)	<u>89,340,452</u>	<u>69,705,631</u>	<u>76,623,612</u>	<u>6,037,980</u>
Beginning Net Assets Available for Benefits	<u>1,060,641,134</u>	<u>990,935,503</u>	<u>914,311,891</u>	<u>908,273,911</u>
Ending Net Assets Available for Benefits	<u>\$ 1,149,981,586</u>	<u>\$ 1,060,641,134</u>	<u>\$ 990,935,503</u>	<u>\$ 914,311,891</u>

City of El Paso Employees Retirement Trust
Quarterly Statements of Changes in Net Assets Available for Benefits

	2nd QTR, FY 2026 February 28, 2026	1st QTR, FY 2026 November 30, 2025	4th QTR, FY 2025 August 31, 2025	3rd QTR, FY 2025 May 31, 2025	2nd QTR, FY 2025 February 28, 2025	1st QTR, FY 2025 November 30, 2024
<u>Additions</u>						
Receipts						
Contributions-Employer	\$ 10,102,068	\$ 10,083,813	\$ 10,103,750	\$ 9,816,137	\$ 9,286,680	\$ 9,329,954
Contributions-Employee	6,410,355	6,461,350	6,432,219	6,254,078	5,908,178	6,055,478
Total Receipts	<u>16,512,423</u>	<u>16,545,163</u>	<u>16,535,969</u>	<u>16,070,215</u>	<u>15,194,858</u>	<u>15,385,432</u>
Investment Income						
Interest	601,937	150,339	656,428	406,672	474,515	510,813
Dividends	1,633,791	1,756,471	1,805,170	1,219,236	1,656,329	1,427,871
Net Change in Fair Value of Investments	54,340,714	44,766,794	57,922,870	13,479,441	1,477,792	17,168,936
Other	-	-	-	-	6,330	41,606
Less Investment Advisor Fees	<u>(382,557)</u>	<u>-</u>	<u>(453,639)</u>	<u>(438,477)</u>	<u>(626,380)</u>	<u>(448,837)</u>
Net Investment Income (Loss)	<u>56,193,885</u>	<u>46,673,604</u>	<u>59,930,829</u>	<u>14,666,872</u>	<u>2,988,586</u>	<u>18,700,389</u>
Total Net Additions (Reductions)	<u>72,706,308</u>	<u>63,218,767</u>	<u>76,466,798</u>	<u>30,737,087</u>	<u>18,183,444</u>	<u>34,085,821</u>
<u>Deductions</u>						
Benefits Paid to Retirees	21,506,702	21,362,508	21,153,121	20,857,571	20,604,868	20,372,569
Refunds	1,273,763	1,473,630	941,880	1,128,953	1,095,174	1,236,121
Prudential COLA Payments	9,000	9,000	9,000	9,000	9,000	9,000
Administrative Expenses	<u>436,010</u>	<u>514,010</u>	<u>721,325</u>	<u>521,637</u>	<u>586,503</u>	<u>511,797</u>
Total Deductions	<u>23,225,475</u>	<u>23,359,148</u>	<u>22,825,326</u>	<u>22,517,161</u>	<u>22,295,545</u>	<u>22,129,487</u>
Net Increase (Decrease)	<u>49,480,833</u>	<u>39,859,619</u>	<u>53,641,472</u>	<u>8,219,926</u>	<u>(4,112,101)</u>	<u>11,956,334</u>
Beginning Net Assets Available for Benefits	<u>1,100,500,753</u>	<u>1,060,641,134</u>	<u>1,006,999,662</u>	<u>998,779,736</u>	<u>1,002,891,837</u>	<u>990,935,503</u>
Ending Net Assets Available for Benefits	<u>\$ 1,149,981,586</u>	<u>\$ 1,100,500,753</u>	<u>\$ 1,060,641,134</u>	<u>\$ 1,006,999,662</u>	<u>\$ 998,779,736</u>	<u>\$ 1,002,891,837</u>

City of El Paso Employees Retirement Trust
Investment Income Analysis

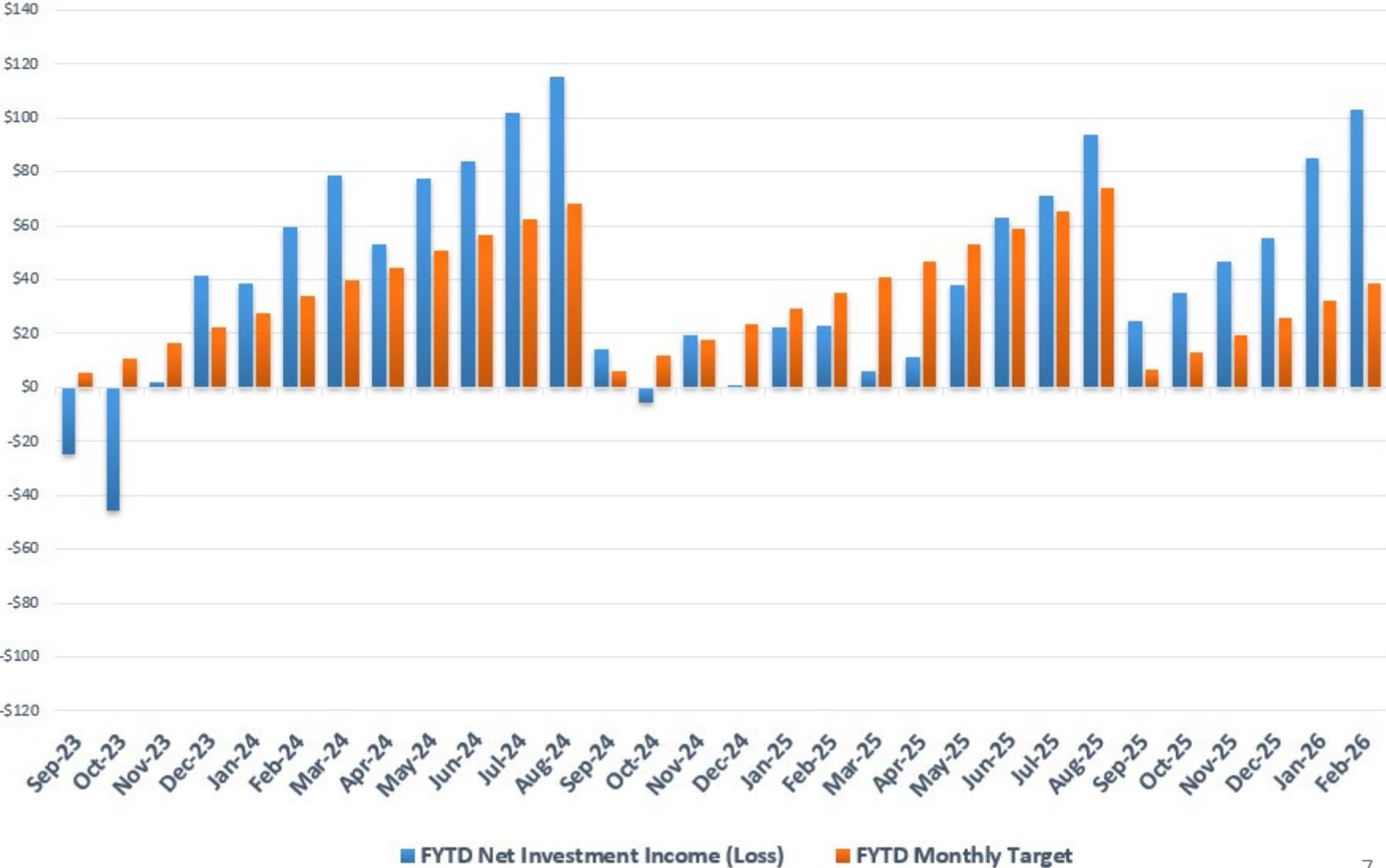
	Year to Date	Month					
	February 28, 2026	February	January	December	November	October	September
<u>Detail</u>							
Interest	\$ 752,276	\$ 49,312	\$ 280,723	\$ 271,902	\$ 36,867	\$ 54,522	\$ 58,950
Dividends	3,390,262	354,084	859,759	419,948	347,260	1,045,281	363,930
Realized Gain	17,057,657	493,766	281,334	11,658,703	2,502,105	181,283	1,940,466
Unrealized Gain/(Loss) - Investments	82,049,851	17,362,455	28,165,785	(3,621,329)	8,478,068	9,506,215	22,158,657
Per Statement of Changes in Net Assets	<u>\$ 103,250,046</u>	<u>\$ 18,259,617</u>	<u>\$ 29,587,601</u>	<u>\$ 8,729,224</u>	<u>\$ 11,364,300</u>	<u>\$ 10,787,301</u>	<u>\$ 24,522,003</u>

<u>Summary</u>	
Interest	\$ 752,276
Dividends	3,390,262
Net Market Value Appreciation	<u>99,107,508</u>
Net Investment Income (NII)	<u>\$ 103,250,046</u>
Fiscal Year NII to Date / Avg Available Net Assets	9.34%
Net Assets Available for Benefits - August 31, 2025	\$ 1,060,641,134
Target Rate of Return	7.25%
Cumulative Target Rate of Return	3.63%
Fiscal Year 2026 NII Target	\$ 76,896,482

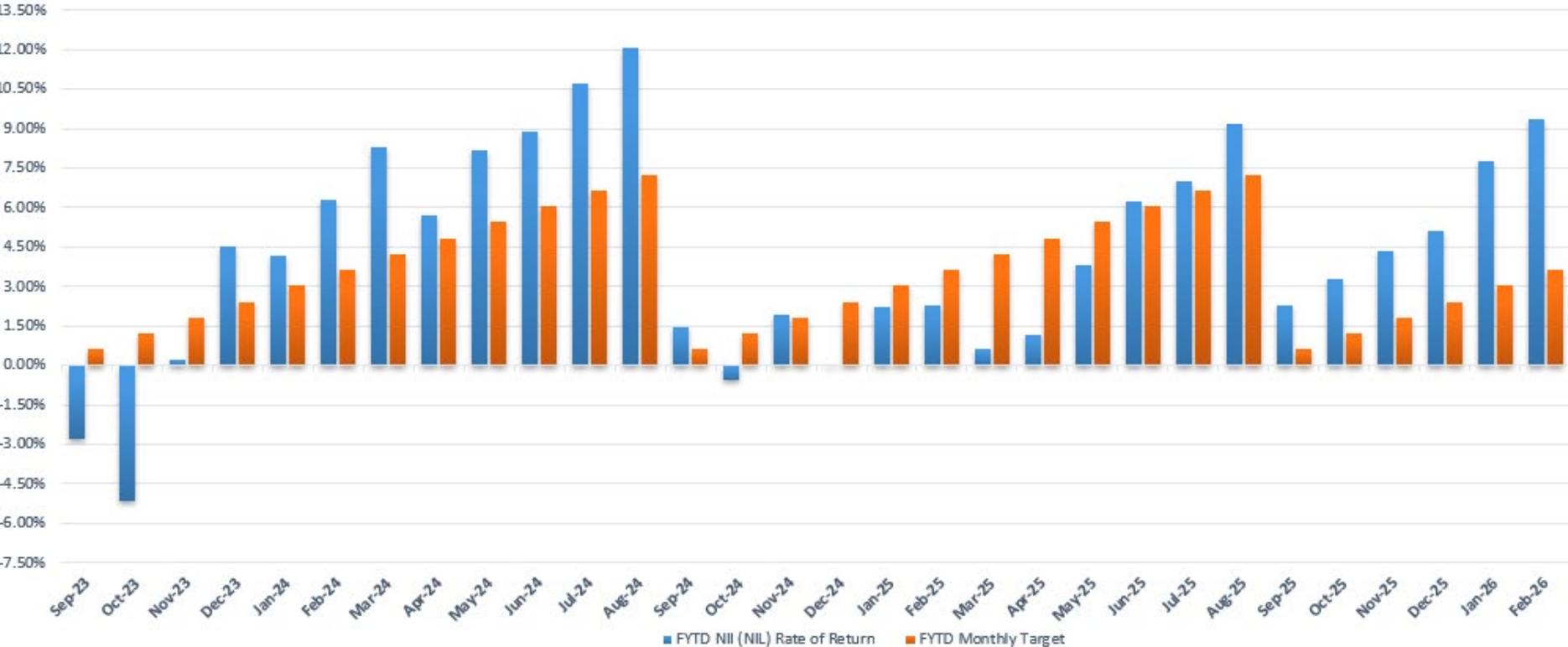
CITY OF EL PASO EMPLOYEES RETIREMENT TRUST
 CITY PENSION ADMINISTRATION ACTUAL/BUDGET COMPARISON
 For Six Months Ended February 28, 2026

DESCRIPTION	BUDGET	ACTUAL	PERCENT UTILIZED	UNDER(OVER) BUDGET
NON-UNIFORM WAGES AND SALARIES	\$ 938,983	\$ 391,019	41.6%	\$ 547,964
SHIFT DIFFERENTIAL - CIVILIAN	25	-	0.0%	25
EQUIPMENT ALLOWANCE	3,800	1,721	45.3%	2,079
TEMPORARY SERVICES CONTRACTS	80,000	0	0.0%	80,000
WORKERS COMPENSATION- CIVILIAN	2,817	809	28.7%	2,008
UNEMPLOYMENT COMPEN - CIVILIAN	889	395	44.4%	494
POS CITY - EMPLOYER CONTRIB	53,894	18,003	33.4%	35,891
LIFE INSURANCE - CIVILIAN	400	145	0.0%	255
ALLOW(EXC MIL& UNIF)-CIVILIA	4,850	2,295	47.3%	2,555
INSURANCE & ANCILLARY BENEFITS	36,370	1,319	3.6%	35,051
OTHER EMPLOYEE BENEFITS	17,882	8,600	48.1%	9,282
CITY PENSION PLAN CONTRIBUTION	124,932	54,935	44.0%	69,997
FICA CITY MATCH - CIVILIAN	49,559	19,100	38.5%	30,459
FICA MED- CITY MATCH-CIVILIAN	13,159	5,668	43.1%	7,491
Salaries Wages & Employee Benefits	<u>1,327,560</u>	<u>504,009</u>	38.0%	<u>823,551</u>
HEALTH CARE PROVIDERS SERVICES	2,500	-	0.0%	2,500
INTERPRETER SERVICES	500	-	0.0%	500
INVESTIGATIVE SERVICES	1,800	-	0.0%	1,800
DATA PROCESS SERVICES CONTRACT	85,000	42,848	50.4%	42,152
MAINT SVCS CONTRACT-JANITORIAL	13,700	5,407	39.5%	8,293
PRINTING SERVICES CONTRACTS	7,000	627	9.0%	6,373
SECURITY CONTRACTS	3,350	540	16.1%	2,810
OUTSIDE CONTRACTS - NOC	776,300	314,845	40.6%	461,455
PEST CONTROL CONTRACTS	1,000	238	23.8%	762
GROUNDKEEPING HORTI CONTRACTS	4,000	1,683	42.1%	2,317
OFFICE EQUIP MAINT CONTRACTS	1,100	-	0.0%	1,100
MAIL ROOM CHARGES	35,000	17,716	50.6%	17,284
COPIER CONTRACT SERVICES	4,000	1,043	26.1%	2,957
Contractual Services	<u>935,250</u>	<u>384,947</u>	41.2%	<u>550,303</u>
OFFICE SUPPLIES	10,000	5,490	54.9%	4,510
SUPPLIES COMPUTER EQUIPMENT	29,800	1,335	4.5%	28,465
CLEANING SUPPLIES	1,500	291	19.4%	1,209
BUILDING MAINTENANCE SUPPLIES	40,500	6,351	15.7%	34,149
DATA PROCESS EQUIP	4,500	-	0.0%	4,500
Material and Supplies	<u>86,300</u>	<u>13,467</u>	15.6%	<u>72,833</u>
PHONE & INTERNET	4,100	728	17.8%	3,372
LONG DISTANCE	-	-	0.0%	-
WIRELESS COMMUNICATION SERVICE	2,300	741	32.2%	1,559
POSTAGE	600	36	6.0%	564
ELECTRICITY	11,500	1,983	17.2%	9,517
WATER	7,000	4,390	62.7%	2,610
NATURAL GAS OTHER	4,500	1,893	42.1%	2,607
TRAVEL EXPENSES - EMPLOYEES	10,100	26	0.3%	10,074
TRAVEL EXPENSES - BOARD MEMBER	36,000	1,620	4.5%	34,380
MILEAGE ALLOWANCES	100	-	0.0%	100
OTHER SERVICES CHARGES EXPENSE	11,700	142	1.2%	11,558
VEHICLES - MAINT & REPAIRS	500	219	43.8%	281
SEMINARS CONTINUING EDUCATION	675	-	0.0%	675
PROFESSIONAL LICENSES & MEMBER INSURANCE	7,000	5,825	83.2%	1,175
	<u>100,049</u>	<u>93,754</u>	93.7%	<u>6,295</u>
Operating Expenditures	<u>196,124</u>	<u>111,357</u>	56.8%	<u>84,767</u>
AUDIO VISUAL	10,000	-	0.0%	10,000
FURNITURE AND FIXTURES	10,000	-	0.0%	10,000
Capital Assets	<u>20,000</u>	<u>-</u>		<u>20,000</u>
Total In-House Administrative Expenses	<u>\$ 2,565,234</u>	<u>1,013,780</u>	39.5%	<u>\$ 1,551,454</u>
Expenses paid directly by Mellon Trust		<u>1,739</u>		
Total Administrative Expenses		<u>\$ 1,015,519</u>		

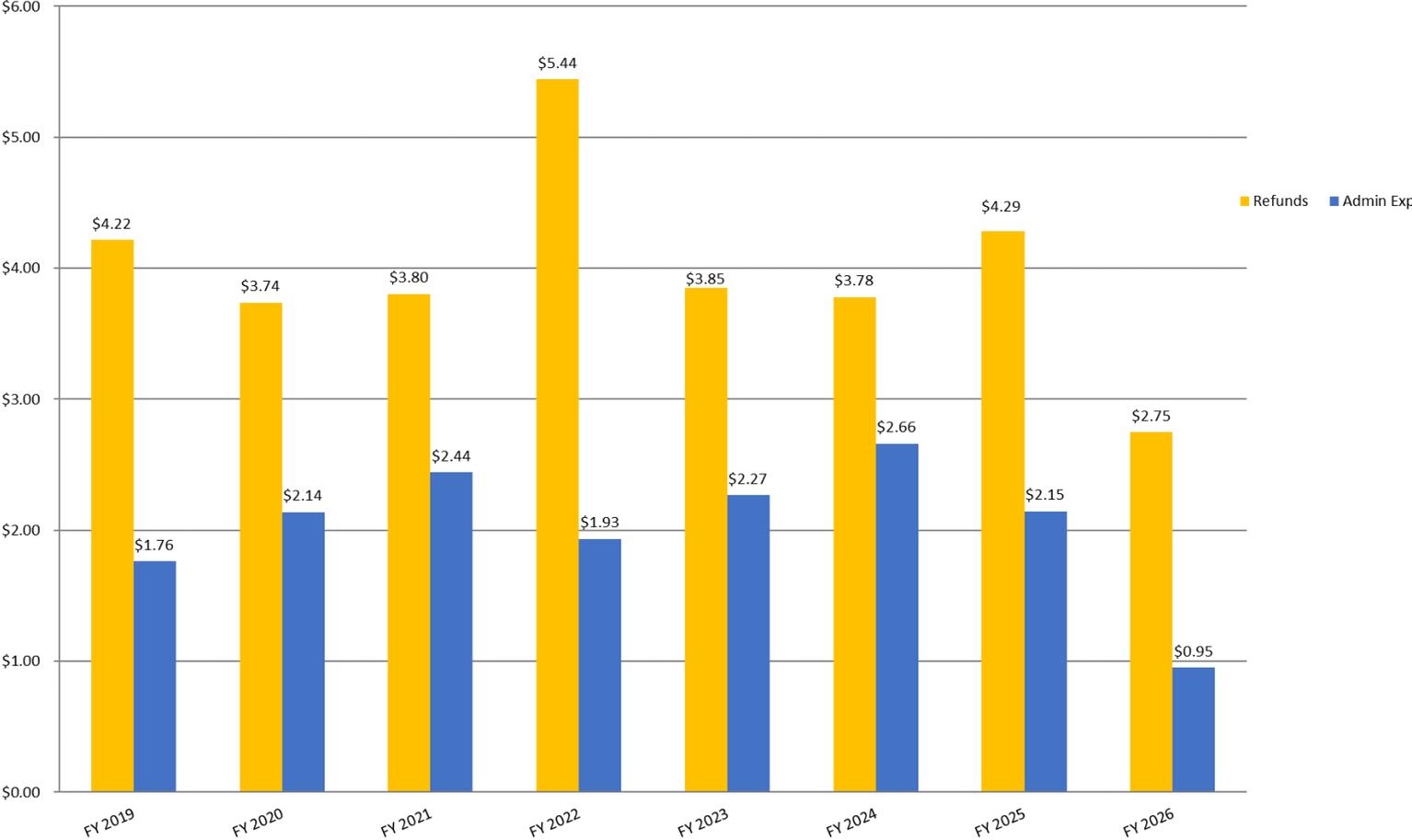
Net YTD Investment Income
Monthly through February 28, 2026
(Millions)



Net Investment Income Rate of Return Monthly through February 28, 2026

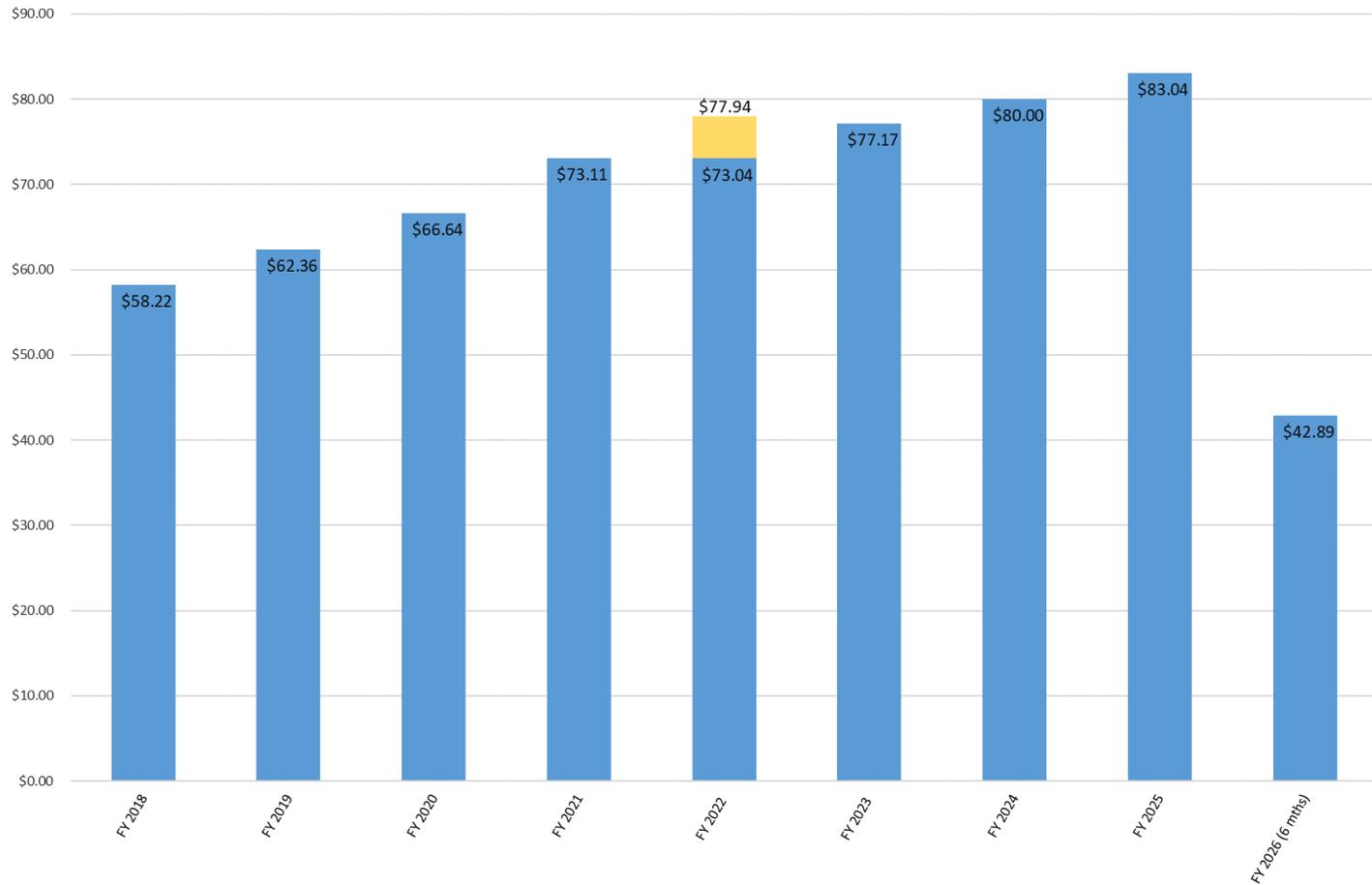


Refunds & Administrative Expenses
Yearly through February 28, 2026
(Millions)



Note: Administrative Expenses (Admin Exp) are projected to increase starting in FY2026 as payment processing shifts from BNY to the City for certain expenditures.

**Benefits Paid to Retirees
Yearly through February 28, 2026
(Millions)**



**Note: Current Fiscal Year Annualized Benefit Amount \$85,774,420
13th Payment as follows: 05/20/2022- \$4,897,500**

**Net Assets Available for Benefits
Monthly through February 28, 2026
(Millions)**

