

City of El Paso Employees Retirement Trust

Treasurer's Report

Margarita M. Marin
Deputy CFO – Comptroller
City of El Paso

January 31, 2026

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

	Unaudited January 31, 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	\$ 14,574,921	\$ 15,142,991	\$ 8,990,085	\$ 8,049,200
Cash in Escrow	-	-	-	1,434,113
Investments	1,115,840,012	1,042,552,983	979,678,345	902,562,095
Total Cash and Investments	<u>1,130,414,933</u>	<u>1,057,695,974</u>	<u>988,668,430</u>	<u>912,045,408</u>
Receivables				
Unrestricted	2,446,005	1,812,990	1,574,737	2,875,002
Restricted - commission credits	-	-	-	1,869
Total Receivables	<u>2,446,005</u>	<u>1,812,990</u>	<u>1,574,737</u>	<u>2,876,871</u>
Prepaid Expenses	71,444	25,943	25,445	25,035
Capital Assets	1,735,294	1,735,294	1,808,371	2,032,287
Total Assets	<u>1,134,667,676</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>\$ 1,134,440,786</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

	<u>Unaudited</u> Five Months Ended January 31, 2026	<u>Audited</u> Year Ended August 31, 2025	<u>Audited</u> Year Ended August 31, 2024	<u>Audited</u> Year Ended August 31, 2023
<u>Additions</u>				
Receipts				
Contributions-Employer	\$ 17,033,448	\$ 38,536,521	\$ 36,725,294	\$ 33,055,632
Contributions-Employee	10,863,704	24,649,953	19,221,450	18,582,860
Total Receipts	<u>27,897,152</u>	<u>63,186,474</u>	<u>55,946,744</u>	<u>51,638,492</u>
Investment Income				
Interest	702,964	2,096,364	2,205,574	2,194,209
Dividends	3,036,178	6,108,606	5,172,263	4,372,122
Net Change in Fair Value of Investments	81,251,287	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>84,607,872</u>	<u>96,286,676</u>	<u>108,547,460</u>	<u>37,732,148</u>
Total Net Additions (Reductions)	<u>112,505,024</u>	<u>159,473,150</u>	<u>164,494,204</u>	<u>89,370,640</u>
<u>Deductions</u>				
Benefits Paid to Retirees	35,645,838	82,988,129	79,952,333	77,122,747
Refunds	2,319,668	4,402,128	3,777,606	3,848,122
Prudential COLA Payments	15,000	36,000	48,000	48,000
Administrative Expenses	724,866	2,341,262	2,658,478	2,266,105
Legal Settlement	-	-	1,434,175	47,686
Total Deductions	<u>38,705,372</u>	<u>89,767,519</u>	<u>87,870,592</u>	<u>83,332,660</u>
Net Increase (Decrease)	<u>73,799,652</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>\$ 1,134,440,786</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 January 31, 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	\$ 6,949,635	\$ 10,083,813	\$ 10,103,750	\$ 9,816,137	\$ 9,286,680	\$ 9,329,954
Contributions-Employee	4,402,354	6,461,350	6,432,219	6,254,078	5,908,178	6,055,478
Total Receipts	<u>11,351,989</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	552,625	150,339	656,428	406,672	474,515	510,813
Dividends	1,279,707	1,756,471	1,805,170	1,219,236	1,656,329	1,427,871
Net Change in Fair Value of Investments	36,484,493	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>37,934,268</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>49,286,257</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	14,283,330	21,362,508	21,153,121	20,857,571	20,604,868	20,372,569
Refunds	846,038	1,473,630	941,880	1,128,953	1,095,174	1,236,121
Prudential COLA Payments	6,000	9,000	9,000	9,000	9,000	9,000
Administrative Expenses	<u>210,856</u>	<u>514,010</u>	<u>721,325</u>	<u>521,637</u>	<u>586,503</u>	<u>511,797</u>
Total Deductions	<u>15,346,224</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>33,940,033</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>\$ 1,134,440,786</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

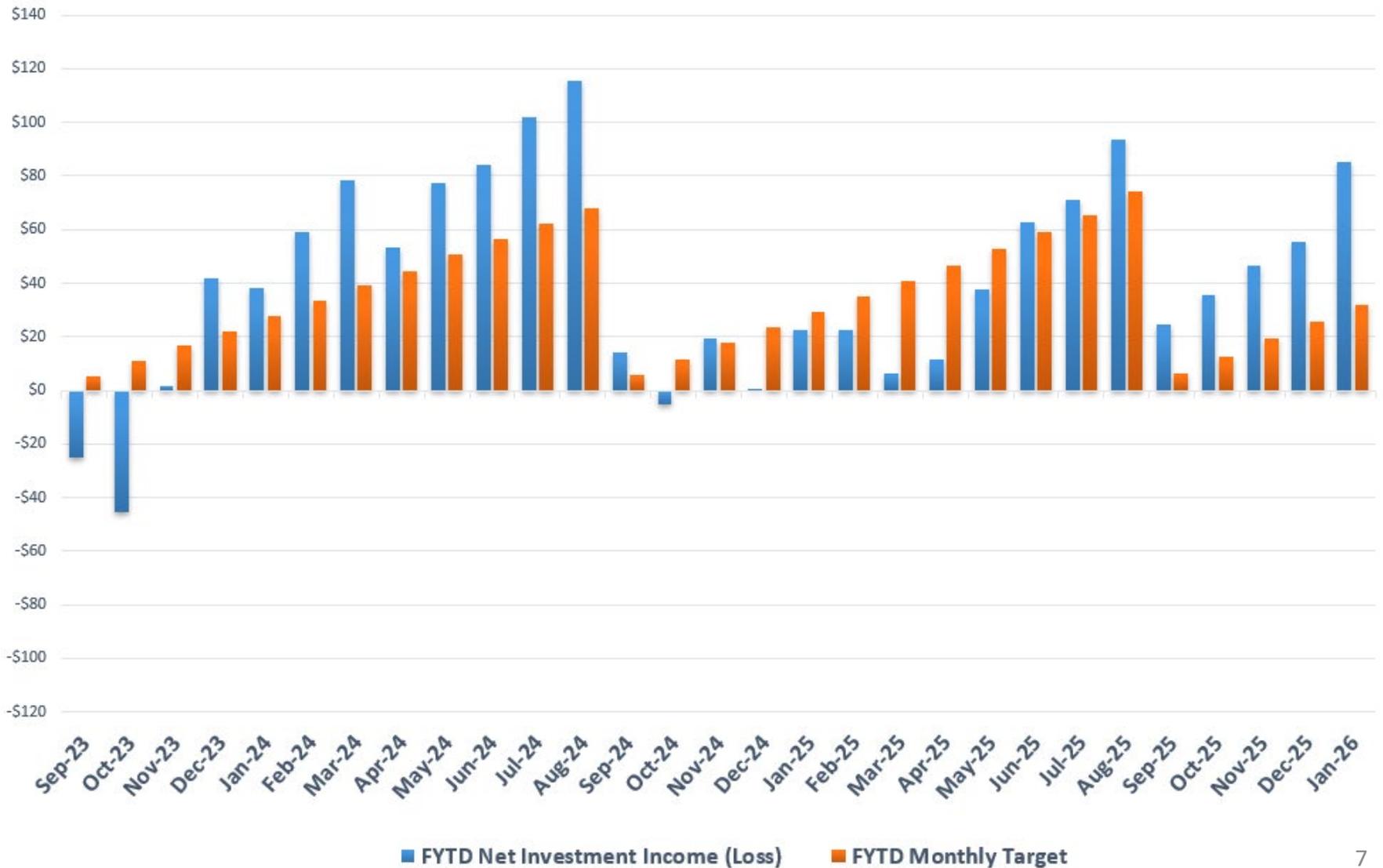
	Year to Date		Month			
	January 31, 2026	January	December	November	October	September
<u>Detail</u>						
Interest	\$ 702,964	\$ 280,723	\$ 271,902	\$ 36,867	\$ 54,522	\$ 58,950
Dividends	3,036,178	859,759	419,948	347,260	1,045,281	363,930
Realized Gain	16,563,891	281,334	11,658,703	2,502,105	181,283	1,940,466
Unrealized Gain/(Loss) - Investments	64,687,396	28,165,785	(3,621,329)	8,478,068	9,506,215	22,158,657
Per Statement of Changes in Net Assets	<u>\$ 84,990,429</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	\$ 702,964
Dividends	3,036,178
Net Market Value Appreciation	<u>81,251,287</u>
Net Investment Income (NII)	<u>\$ 84,990,429</u>
Fiscal Year NII to Date / Avg Available Net Assets	7.74%
Net Assets Available for Benefits - August 31, 2025	\$ 1,060,641,134
Target Rate of Return	7.25%
Cumulative Target Rate of Return	3.02%
Fiscal Year 2026 NII Target	\$ 76,896,482

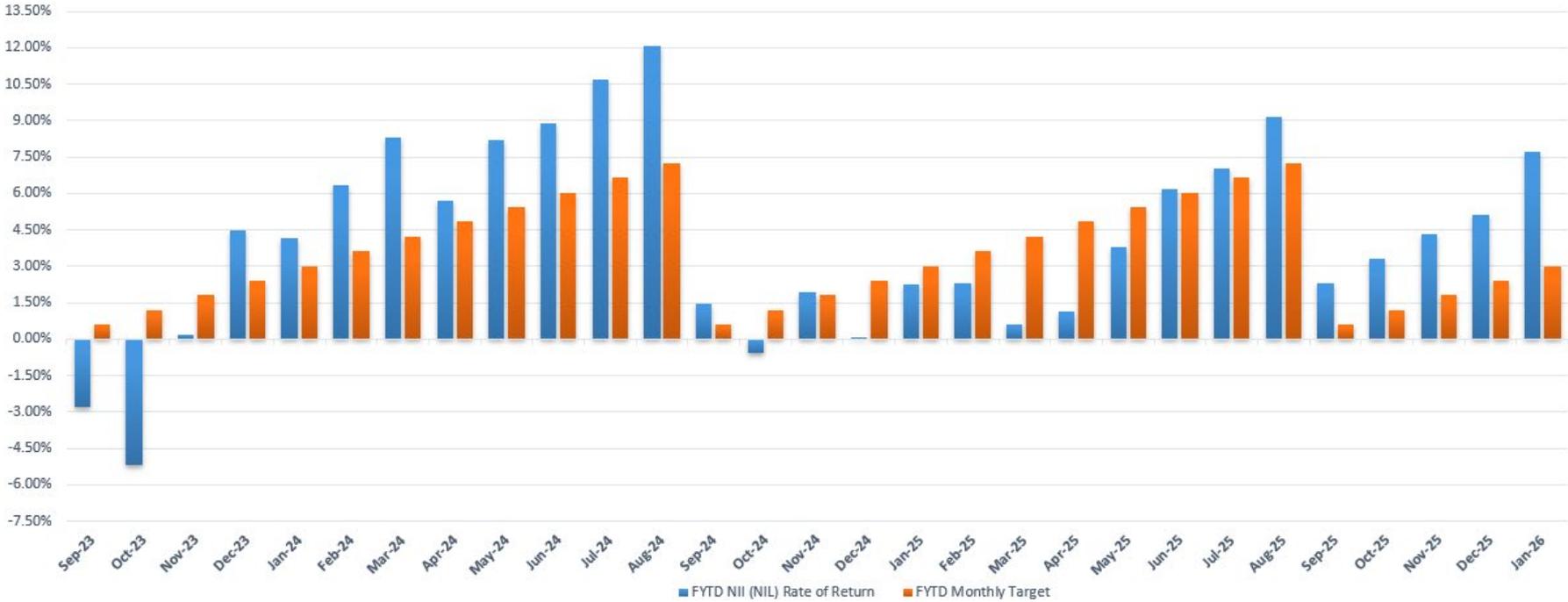
CITY OF EL PASO EMPLOYEES RETIREMENT TRUST
 CITY PENSION ADMINISTRATION ACTUAL/BUDGET COMPARISON
 For Five Months Ended January 31, 2026

DESCRIPTION	BUDGET	ACTUAL	PERCENT UTILIZED	UNDER(OVER) BUDGET
NON-UNIFORM WAGES AND SALARIES	\$ 938,983	\$ 326,947	34.8%	\$ 612,036
SHIFT DIFFERENTIAL - CIVILIAN	25	-	0.0%	25
EQUIPMENT ALLOWANCE	3,800	1,444	38.0%	2,356
TEMPORARY SERVICES CONTRACTS	80,000	0	0.0%	80,000
WORKERS COMPENSATION- CIVILIAN	2,817	767	27.2%	2,050
UNEMPLOYMENT COMPEN - CIVILIAN	889	330	37.1%	559
POS CITY - EMPLOYER CONTRIB	53,894	14,614	27.1%	39,280
LIFE INSURANCE - CIVILIAN	400	119	0.0%	281
ALLOW(EXC MIL& UNIF)-CIVILIA	4,850	1,925	39.7%	2,925
INSURANCE & ANCILLARY BENEFITS	36,370	1,319	3.6%	35,051
OTHER EMPLOYEE BENEFITS	17,882	7,225	40.4%	10,657
CITY PENSION PLAN CONTRIBUTION	124,932	45,933	36.8%	78,999
FICA CITY MATCH - CIVILIAN	49,559	15,135	30.5%	34,424
FICA MED- CITY MATCH-CIVILIAN	13,159	4,740	36.0%	8,419
Salaries Wages & Employee Benefits	<u>1,327,560</u>	<u>420,498</u>	31.7%	<u>907,062</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	4,351	31.8%	9,349
PRINTING SERVICES CONTRACTS	7,000	627	9.0%	6,373
SECURITY CONTRACTS	3,350	540	16.1%	2,810
OUTSIDE CONTRACTS - NOC	776,300	284,751	36.7%	491,549
PEST CONTROL CONTRACTS	1,000	143	14.3%	857
GROUNDKEEPING HORTI CONTRACTS	4,000	1,530	38.3%	2,470
OFFICE EQUIP MAINT CONTRACTS	1,100	-	0.0%	1,100
MAIL ROOM CHARGES	35,000	9,964	28.5%	25,036
COPIER CONTRACT SERVICES	4,000	1,043	26.1%	2,957
Contractual Services	<u>935,250</u>	<u>345,797</u>	37.0%	<u>589,453</u>
OFFICE SUPPLIES	10,000	2,561	25.6%	7,439
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	5,502	13.6%	34,998
DATA PROCESS EQUIP	4,500	-	0.0%	4,500
Material and Supplies	<u>86,300</u>	<u>9,689</u>	11.2%	<u>76,611</u>
PHONE & INTERNET	4,100	546	13.3%	3,554
LONG DISTANCE	-	-	0.0%	-
WIRELESS COMMUNICATION SERVICE	2,300	618	26.9%	1,682
POSTAGE	600	36	6.0%	564
ELECTRICITY	11,500	1,335	11.6%	10,165
WATER	7,000	3,726	53.2%	3,274
NATURAL GAS OTHER	4,500	1,310	29.1%	3,190
TRAVEL EXPENSES - EMPLOYEES	10,100	26	0.3%	10,074
TRAVEL EXPENSES - BOARD MEMBER	36,000	463	1.3%	35,537
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
Operating Expenditures	<u>196,124</u>	<u>108,000</u>	55.1%	<u>88,124</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>\$ 883,984</u>	34.5%	<u>\$ 1,681,250</u>

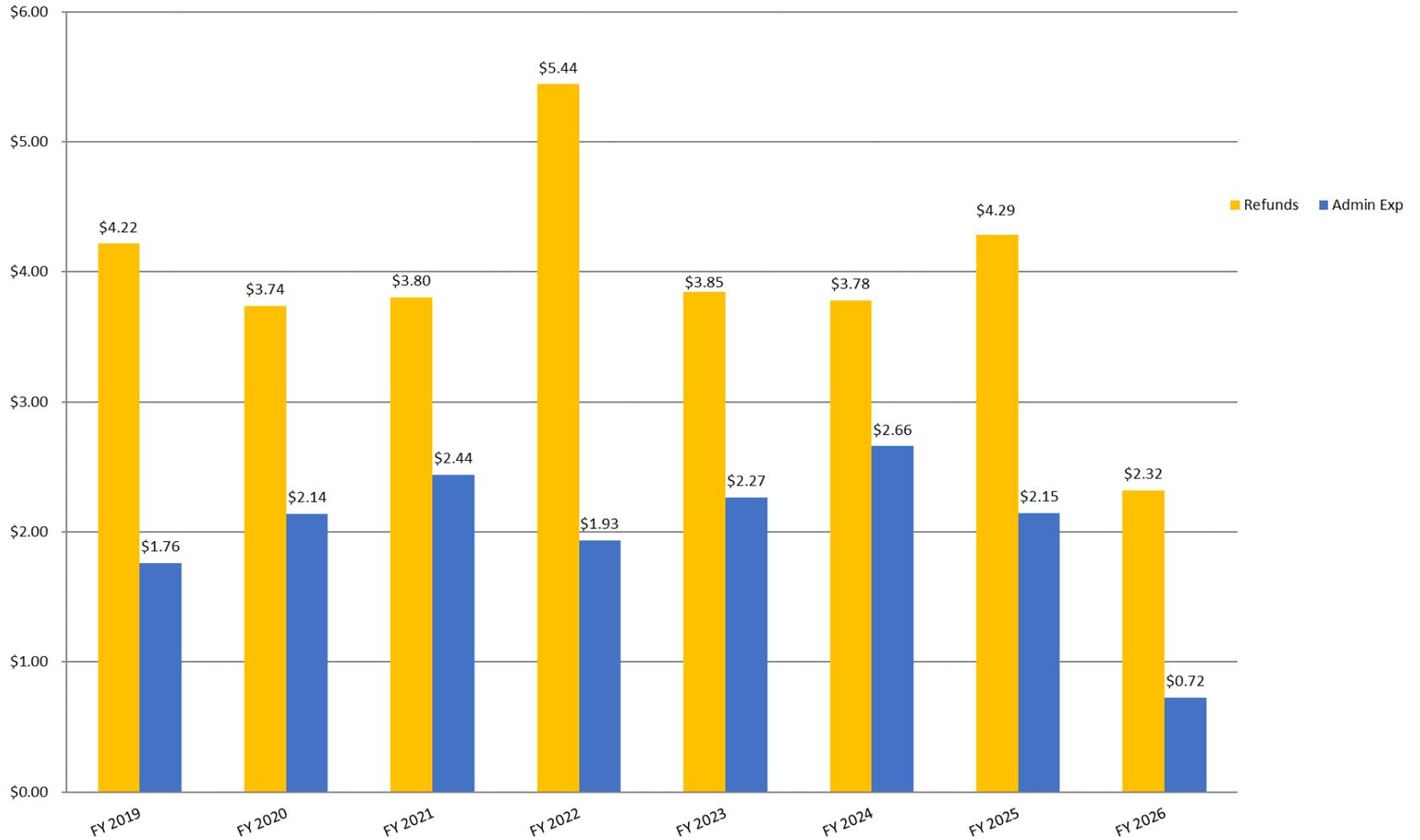
Net YTD Investment Income Monthly through January 31, 2026 (Millions)



Net Investment Income Rate of Return Monthly through January 31, 2026

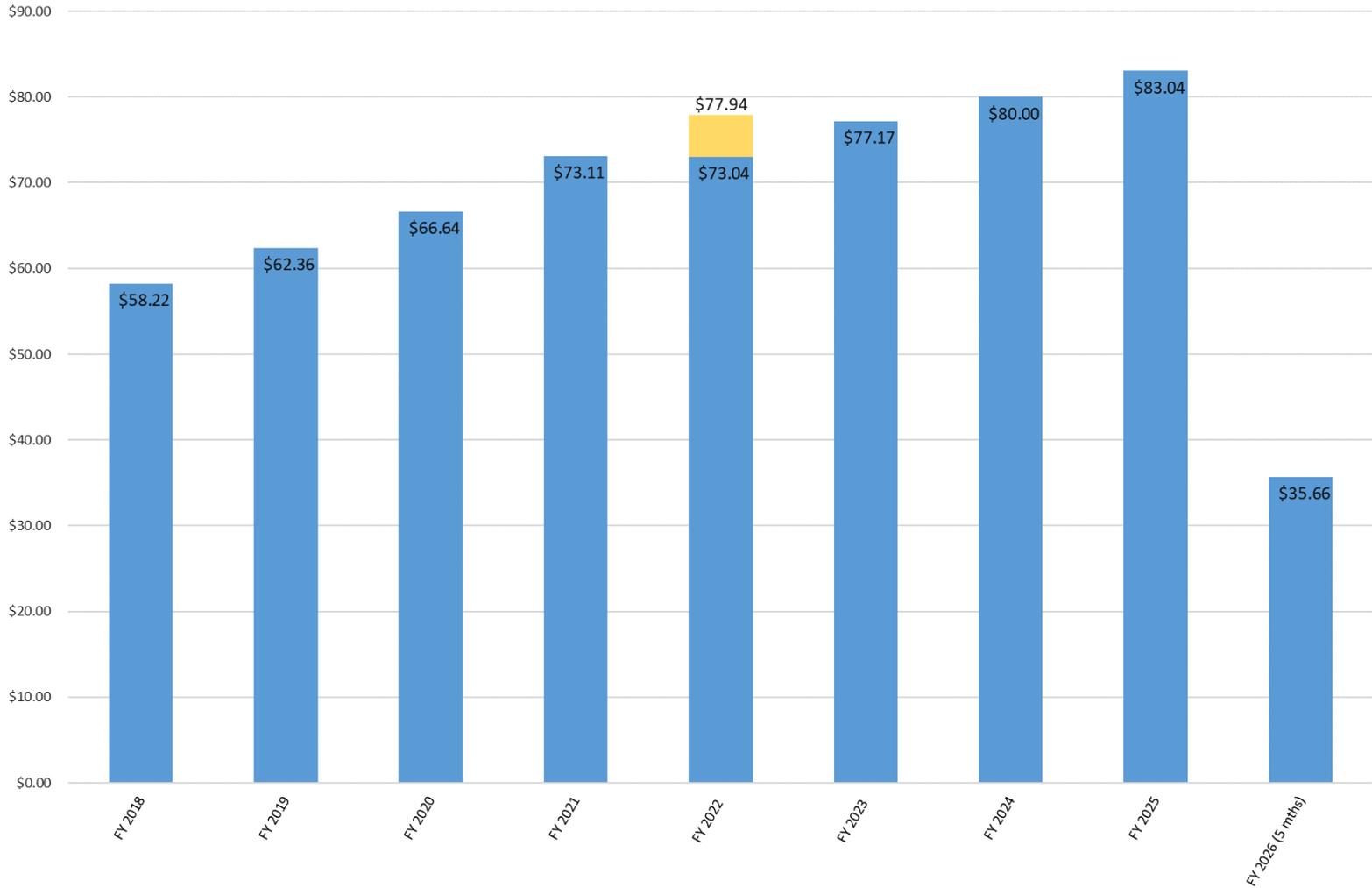


Refunds & Administrative Expenses Yearly through January 31, 2026 (Millions)



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 January 31, 2026
(Millions)**



**Note: Current Fiscal Year Annualized Benefit Amount \$85,550,011
13th Payment as follows: 05/20/2022- \$4,897,500**

**Net Assets Available for Benefits
Monthly through January 31, 2026
(Millions)**

