

## **REPORTS**

Treasurer's Report

**MEMO TO:** Board of Directors  
**FROM:** Mike Rothenberg, Treasurer  
**SUBJECT:** August Treasurer's Report  
**DATE:** August 20, 2025

The following items will be briefly covered in this month's Treasurer's Report:

1. Parkfairfax Reserves Investment Update;
2. Reserve Study; and
3. Audit

**1. INVESTMENT UPDATE:** Last week the Parkfairfax reserve bank account at BankUnited was converted to a sweep account so that the some \$3.7 million in that account is now completely FDIC insured and earning interest currently at 1.24 percent. A sweep account has funds a bit under the FDIC insurance limit of \$250,000 deposited at multiple banks under a single account number so the entire amount in an account will be FDIC insured as the Association is required to do.

While 1.24 percent is not a lot, it is significantly more than the zero percent the account was earning. In the weeks ahead we will move a significant chunk of that \$3.7 million into other safe government-guaranteed or FDIC insured Certificates of Deposit or Money Market fund that are currently earning interest at around 4 percent.

This follows similar changes in the reserve funds that Parkfairfax has at Wells Fargo when we moved a bit more than \$3.3 million from an account earning less than 1 percent to a government-backed money market currently earning 4.1 percent. We also currently have five CDs at Wells Fargo earning interest ranging from 4.1 to 4.9 percent. The current estimated annual income from interest on reserves at Wells Fargo is just over \$192,000.

Our total reserves as of the end of July are in excess of \$8.2 million -- some \$4.5 million at Wells Fargo and \$3.7 million at BankUnited.

**2. RESERVE STUDY:** Elaine Lawler, the Ward 2 Board Representative, met last month with Alonzo Alexander, Pfx Director of Operations, to go over duplicates and incorrect pricing that she identified for a number of itemized reserve expenditures. I sat in on the meeting. Elaine is working to get the recently conducted reserve study in shape for final review and approval by the board so it can be used in for the planning of next year's budget. Through her efforts millions of dollars will be more accurately allocated to the repair and upkeep of our 80-year-old infrastructure.

**3. AUDIT:** Our auditing firm, the Goldklang Group, will begin the annual audit of the past fiscal year, which ended May 31, this month. I will be reaching out to them in the days ahead to see how we can be of assistance to them.